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Mr. Purpera,

St. Landry Parish Government financial report for the year ended December 31, 2018 has been revised for an omission of the Statewide Agreed Upon Procedures (SAUP). The revision is limited to the inclusion of the SAUP.

ST. LANDRY PARISH GOVERNMENT

Opelousas, Louisiana

Financial Report

Year Ended December 31, 2018

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INDEPENDENT AUDITOR'S REPORT

The Honorable William K. "Bill" Fontenot, President
and Members of the Parish Council
St. Landry Parish Government
Opelousas, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of St. Landry Parish Government, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise the basic financial statements of the Parish's primary government as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion

The financial statements referred to above include only the primary government of St. Landry Parish Government, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise the Parish's legal entity, as well as, five component units, including those for which the Parish maintains financial records. The financial statements do not include financial data for the Parish's other legally separate component units. Accounting principles generally accepted in the United States of America require financial data for the Parish's legally separate component units to be reported with the financial data of the Parish's primary government. The amount by which this departure would affect the assets, liabilities, net position, revenues, and expenses of the government-wide financial statements has not been determined.

Adverse Opinion

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion" paragraph, the financial statements referred to above do not present fairly the financial position of the reporting entity of St. Landry Parish Government, as of December 31, 2018, or the changes in financial position thereof for the year then ended. In accordance with accounting principles generally accepted in the United States of America, St. Landry Parish Government, has issued separate reporting entity financial statements for which we have issued our report dated June 27, 2019.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information for the primary government of St. Landry Parish Government, as of December 31, 2018, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, the schedule of proportionate share or net pension liability, and the schedule of contributions on pages 46– 54 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing Standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted a management’s discussion and analysis that accounting principles generally accepted in the United States require to be presented to supplement the basis financial statements. Such mission information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise St. Landry Parish Government’s basic financial statements. The combining and individual nonmajor fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required *Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, , and is also not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison schedules, combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 14, 2018, on our consideration of St. Landry Parish Government’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering St. Landry Parish Government’s internal control over financial reporting and compliance.

Dannall, Sikes & Frederick

A Corporation of Certified Public Accountants

Eunice, Louisiana

June 27, 2019

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS (GWFS)**

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Statement of Net Position
December 31, 2018

	Governmental Activities	Component Units	Total
ASSETS			
Current assets:			
Cash and interest-bearing deposits	\$ 2,869,995	\$ 1,236,151	\$ 4,106,146
Receivables, net	7,249,731	427,846	7,677,577
Prepaid expenditures	207,095	-	207,095
Due from agency funds	263,923	-	263,923
Due from component units	245	-	245
Total current assets	10,590,989	1,663,997	12,254,986
Noncurrent assets:			
Cash and cash equivalents - restricted	3,266,325	-	3,266,325
Capital assets, net	70,196,001	2,857,641	73,053,642
Net pension asset	428,600	-	428,600
Total assets	84,481,915	4,521,638	89,003,553
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows of resources related to pensions	948,688	-	948,688
LIABILITIES			
Current liabilities:			
Accounts payable	1,452,285	42,765	1,495,050
Accrued expenses	415,258	-	415,258
Accrued interest	75,193	10,233	85,426
Note payable	879,725	-	879,725
Bonds payable	3,913,333	-	3,913,333
Capital lease payable	63,352	-	63,352
Unearned revenue	16,163	-	16,163
Unamortized premium	109,951	-	109,951
Compensated absences	116,640	-	116,640
Due to other government	310,776	-	310,776
Due to primary government	-	245	245
Total current liabilities	7,352,676	53,243	7,405,919
Noncurrent liabilities:			
Bonds payable	43,788,000	707,500	44,495,500
Capital lease payable	57,215	-	57,215
Unamortized premium	1,099,513	-	1,099,513
Total noncurrent liabilities	44,944,728	707,500	45,652,228
Total liabilities	52,297,404	760,743	53,058,147
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows of resources related to pensions	1,289,134	-	1,289,134
NET POSITION			
Net investment in capital assets	23,478,192	2,150,141	25,628,333
Restricted for debt service	320	-	320
Restricted - roads	1,776,828	-	1,776,828
Restricted - other	4,753,544	-	4,753,544
Unrestricted	1,835,181	1,610,754	3,445,935
Total net position	\$ 31,844,065	\$ 3,760,895	\$ 35,604,960

The accompanying notes are an integral part of the basic financial statements.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Statement of Activities
Year Ended December 31, 2018

Activities	Expenses	Program Revenues		
		Fees, Fines and Charges For Services	Operating Grants and Contributions	Capital Grants and Contributions
Governmental activities:				
General government	\$ 8,575,875	\$ 785,156	\$ -	\$ 175,703
Public safety	963,969	227,815	83,091	123,707
Public works	5,253,218	23,341	812,096	257,500
Health and welfare	1,948,208	10,685	600,289	693,318
Education	2,908,260	-	3,572,804	-
Interest on long-term debt	1,981,246	-	-	-
Total governmental activities	<u>21,630,776</u>	<u>1,046,997</u>	<u>5,068,280</u>	<u>1,250,228</u>
Component Units:				
Tourist Commission	569,340	-	17,999	-
Criminal Court	90,343	95,498	-	-
Ag Arena Authority	22,236	6,124	-	-
Registrar of Voters	19,780	-	-	-
Fire Protection District No. 6	436,303	-	-	-
Total component units activities	<u>1,138,002</u>	<u>101,622</u>	<u>17,999</u>	<u>-</u>
Total	<u>\$ 22,768,778</u>	<u>\$ 1,148,619</u>	<u>\$ 5,086,279</u>	<u>\$ 1,250,228</u>

General revenues:

Taxes -

 Property taxes - general

 Hotel/motel tax

 4% slot tax

 Video poker

 Severance tax

 Insurance premium tax

 Alcohol tax

Royalties, commissions and fees

2% fire insurance rebate

Payments in lieu of taxes

2% Sales tax

Grants and contributions not restricted to specific programs -

 State sources

Interest and investment earnings

 Special item - Gain on sale of equipment

 Miscellaneous

 Total general revenues and transfers

Change in net position

Residual equity transfer - CAA

Net position - December 31, 2017

Net position - December 31, 2018

Net (Expense) Revenues and
Changes in Net Assets

Governmental Activities	Component Units	Total
\$ (7,615,016)	\$ -	\$ (7,615,016)
(529,356)	-	(529,356)
(4,160,281)	-	(4,160,281)
(643,916)	-	(643,916)
664,544	-	664,544
<u>(1,981,246)</u>	<u>-</u>	<u>(1,981,246)</u>
<u>(14,265,271)</u>	<u>-</u>	<u>(14,265,271)</u>
-	(551,341)	(551,341)
-	5,155	5,155
-	(16,112)	(16,112)
-	(19,780)	(19,780)
<u>-</u>	<u>(436,303)</u>	<u>(436,303)</u>
<u>-</u>	<u>(1,018,381)</u>	<u>(1,018,381)</u>
<u>\$ (14,265,271)</u>	<u>\$ (1,018,381)</u>	<u>\$ (15,283,652)</u>
\$ 4,908,234	\$ 363,886	\$ 5,272,120
-	557,751	557,751
1,463,276	38,848	1,502,124
664,960	-	664,960
398,016	-	398,016
295,217	-	295,217
15,123	-	15,123
263,779	-	263,779
326,610	15,939	342,549
50,847	-	50,847
8,536,417	-	8,536,417
260,352	8,289	268,641
180,433	1,616	182,049
2,048	-	2,048
<u>1,011,696</u>	<u>15,882</u>	<u>1,027,578</u>
<u>18,377,008</u>	<u>1,002,211</u>	<u>19,379,219</u>
4,111,737	(16,170)	4,095,567
(275,910)	-	(275,910)
<u>28,008,238</u>	<u>3,777,065</u>	<u>31,785,303</u>
<u>\$ 31,844,065</u>	<u>\$ 3,760,895</u>	<u>\$ 35,604,960</u>

The accompanying notes are an integral part of the basic financial statements.

FUND FINANCIAL STATEMENTS (FFS)

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Balance Sheet
Governmental Funds
December 31, 2018

ASSETS	General Fund	Road and Bridge Maintenance Fund	Health Unit Maintenance Fund	Airport Maintenance Fund
Cash and interest-bearing deposits	\$ 768,868	\$ 226,316	\$ 296,300	\$ 30,206
Cash and cash equivalents, restricted	-	-	-	-
Receivables	2,375,519	237,984	1,380,597	118,586
Prepaid items	6,567	25,363	6,771	213
Due from other funds	512,769	-	20,310	-
Due from agency funds	18,192	239,207	-	6,524
Due from component units	<u>245</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 3,682,160</u>	<u>\$ 728,870</u>	<u>\$ 1,703,978</u>	<u>\$ 155,529</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 251,283	\$ 106,464	\$ 124,424	\$ 103,419
Accrued expenditures	415,258	-	-	-
Revenue anticipation note payable	879,725	-	-	-
Unearned revenue	16,163	-	-	-
Due to other funds	3,031	70,674	62,498	76,655
Due to other government	<u>22,241</u>	<u>15,123</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,587,701</u>	<u>192,261</u>	<u>186,922</u>	<u>180,074</u>
Fund balances:				
Nonspendable:				
Prepays	6,567	25,363	6,771	213
Restricted for:				
Other general government	-	-	-	-
Public works	-	-	-	-
Prisoner expense and jury witness	92,824	-	-	-
Judicial expenses	25,660	-	-	-
Public safety	-	-	-	-
Transportation	-	-	-	-
Health and welfare	-	-	1,510,285	-
Capital projects	-	-	-	-
Parish road construction	-	-	-	-
Debt service	-	-	-	-
Committed to:				
General contingencies	349,738	-	-	-
Assigned to:				
Public works	223,304	-	-	-
Public safety	5,786	-	-	-
Unassigned	<u>1,390,580</u>	<u>511,246</u>	<u>-</u>	<u>(24,758)</u>
Total fund balances	<u>2,094,459</u>	<u>536,609</u>	<u>1,517,056</u>	<u>(24,545)</u>
Total liabilities and fund balances	<u>\$ 3,682,160</u>	<u>\$ 728,870</u>	<u>\$ 1,703,978</u>	<u>\$ 155,529</u>

Road District 1 Sales Tax Fund	WIOA Fund	LCDBG Disaster Recovery Fund	Road District 1 Construction Fund	Road District 1 Sinking Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ 8,882	\$ 3,617	\$ -	\$ -	\$ 1,535,806	\$ 2,869,995
2,445,677	-	-	820,328	320	-	3,266,325
615,808	558,074	16,416	-	-	1,946,747	7,249,731
-	-	-	164,651	-	3,530	207,095
-	-	-	-	-	3,031	536,110
-	-	-	-	-	-	263,923
-	-	-	-	-	-	245
<u>\$ 3,061,485</u>	<u>\$ 566,956</u>	<u>\$ 20,033</u>	<u>\$ 984,979</u>	<u>\$ 320</u>	<u>\$ 3,489,114</u>	<u>\$ 14,393,424</u>
\$ -	\$ 533,446	\$ 16,416	\$ 1,455	\$ -	\$ 315,378	\$ 1,452,285
-	-	-	-	-	-	415,258
-	-	-	-	-	-	879,725
-	-	-	-	-	-	16,163
-	27,270	-	-	-	295,982	536,110
-	-	-	-	-	273,412	310,776
-	<u>560,716</u>	<u>16,416</u>	<u>1,455</u>	-	<u>884,772</u>	<u>3,610,317</u>
-	-	-	164,651	-	3,530	207,095
-	6,240	-	-	-	1,408	7,648
-	-	-	-	-	2,403,998	2,403,998
-	-	-	-	-	-	92,824
-	-	-	-	-	-	25,660
-	-	-	-	-	600,384	600,384
-	-	-	-	-	127,840	127,840
-	-	-	-	-	17,318	1,527,603
-	-	-	-	-	-	-
3,061,485	-	-	818,873	-	-	3,880,358
-	-	-	-	320	-	320
-	-	-	-	-	-	349,738
-	-	-	-	-	-	223,304
-	-	-	-	-	-	5,786
-	-	3,617	-	-	(550,136)	1,330,549
<u>3,061,485</u>	<u>6,240</u>	<u>3,617</u>	<u>983,524</u>	<u>320</u>	<u>2,604,342</u>	<u>10,783,107</u>
<u>\$ 3,061,485</u>	<u>\$ 566,956</u>	<u>\$ 20,033</u>	<u>\$ 984,979</u>	<u>\$ 320</u>	<u>\$ 3,489,114</u>	<u>\$ 14,393,424</u>

The accompanying notes are an integral part of the basic financial statements.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Reconciliation of Governmental Funds
Balance Sheet to the Statement of Net Position
December 31, 2018

Total fund balances for governmental funds at December 31, 2018		\$ 10,783,107
Total net position reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land	\$ 624,243	
Construction in progress	1,520,585	
Buildings and improvements, net of \$11,847,538 accumulated depreciation	2,875,696	
Equipment, furniture, and fixtures, net of \$4,038,215 accumulated depreciation	466,634	
Improvements other than buildings, net of \$3,859,210 accumulated depreciation	3,041,585	
Vehicles, net of \$438,890 accumulated depreciation	96,749	
Infrastructure, net of \$4,590,602 accumulated depreciation	<u>61,570,509</u>	70,196,001
Compensated absences payable	(116,640)	
Accrued interest payable	(75,193)	
Unamortized bond premium	(1,209,464)	
Bonds payable	(47,701,333)	
Capital lease payable	(120,567)	
Net pension asset	428,600	
Deferred outflows of resources related to pensions	948,688	
Deferred inflows of resources related to pensions	<u>(1,289,134)</u>	<u>(49,135,043)</u>
Total net position of governmental activities at December 31, 2018		<u>\$ 31,844,065</u>

The accompanying notes are an integral part of the basic financial statements.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
Year Ended December 31, 2018

	General Fund	Road and Bridge Maintenance Fund	Health Unit Maintenance Fund	Airport Maintenance Fund
Revenues:				
Ad valorem tax	\$ 1,889,381	\$ -	\$ 1,345,916	\$ -
Sales tax	-	-	-	-
Alcohol tax	15,123	-	-	-
Slot tax	-	1,424,428	-	38,848
Royalties, commissions and franchise fees	269,077	-	-	-
Fines, fees, and forfeits	384,303	-	23,141	202,448
Licenses and permits	303,073	200	-	-
Federal grants	727,319	-	-	155,975
Intergovernmental revenues -				
State revenues:				
Parish transportation funds	-	768,147	-	-
State revenue sharing (net)	87,897	-	59,600	-
Severance tax	398,016	-	-	-
2% fire insurance rebate	326,610	-	-	-
Insurance premium tax	295,217	-	-	-
Grants	-	14,268	7,000	290,220
Video poker	664,960	-	-	-
Use of money and property	24,303	279	1,256	75
Realized loss on investments	-	-	-	-
Net increase in the fair value of investments	-	-	-	-
Other revenues	<u>467,826</u>	<u>241,567</u>	<u>390,525</u>	<u>-</u>
Total revenues	<u>\$ 5,853,105</u>	<u>\$ 2,448,889</u>	<u>\$ 1,827,438</u>	<u>\$ 687,566</u>
Expenditures:				
Current -				
General government	\$ 4,510,084	\$ -	\$ -	\$ 716,072
Public safety	792,909	-	-	-
Public works	13,010	1,964,598	-	-
Health and welfare	600,289	-	1,289,004	-
Education	-	-	-	-
Capital outlay	89,760	103,112	82,460	3,500
Debt service -				
Principal retirement	-	-	-	-
Interest and fiscal charges	<u>9,199</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>6,015,251</u>	<u>2,067,710</u>	<u>1,371,464</u>	<u>719,572</u>
Excess (deficiency) of revenues over expenditures	<u>(162,146)</u>	<u>381,179</u>	<u>455,974</u>	<u>(32,006)</u>
Other financing sources (uses):				
Administrative fees	262,820	(9,648)	(64,285)	-
Operating transfers in	118,806	-	-	67,000
Operating transfers out	<u>(74,430)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>307,196</u>	<u>(9,648)</u>	<u>(64,285)</u>	<u>67,000</u>
Net changes in fund balance	145,050	371,531	391,689	34,994
Equity transfers	-	-	-	-
Fund balances, beginning	<u>1,949,409</u>	<u>165,078</u>	<u>1,125,367</u>	<u>(59,539)</u>
Fund balances, ending	<u>\$ 2,094,459</u>	<u>\$ 536,609</u>	<u>\$ 1,517,056</u>	<u>\$ (24,545)</u>

Road District 1 Sales Tax Fund	WIOA Fund	LCDBG Disaster Recovery Fund	Road District 1 Construction Fund	Road District 1 Sinking Fund	Other Governmental Funds	Total Governmental Funds
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,672,937	\$ 4,908,234
6,864,206	-	-	-	-	-	6,864,206
-	-	-	-	-	-	15,123
-	-	-	-	-	-	1,463,276
-	-	-	-	-	-	269,077
-	-	-	-	-	2,268	612,160
-	-	-	-	-	-	303,273
-	3,572,804	381,207	-	-	401,557	5,238,862
-	-	-	-	-	-	768,147
-	-	-	-	-	317,222	464,719
-	-	-	-	-	-	398,016
-	-	-	-	-	-	326,610
-	-	-	-	-	-	295,217
-	-	-	-	-	-	311,488
-	-	-	-	-	-	664,960
3,932	-	-	55,428	5	3,682	88,960
-	-	-	(21,046)	-	-	(21,046)
-	-	-	25,018	-	-	25,018
-	-	-	-	-	1,493,402	2,593,320
<u>\$ 6,868,138</u>	<u>\$ 3,572,804</u>	<u>\$ 381,207</u>	<u>\$ 59,400</u>	<u>\$ 5</u>	<u>\$ 3,891,068</u>	<u>\$ 25,589,620</u>
\$ -	\$ 671,368	\$ -	\$ 111,056	\$ -	\$ 2,464,098	\$ 8,472,678
-	-	-	-	-	3,000	795,909
-	-	381,207	-	-	1,064,822	3,423,637
-	-	-	-	-	-	1,889,293
-	2,908,260	-	-	-	-	2,908,260
-	-	-	6,049,999	-	75,921	6,404,752
-	-	-	-	3,736,667	-	3,736,667
-	-	-	-	1,979,325	-	1,988,524
-	3,579,628	381,207	6,161,055	5,715,992	3,607,841	29,619,720
<u>6,868,138</u>	<u>(6,824)</u>	<u>-</u>	<u>(6,101,655)</u>	<u>(5,715,987)</u>	<u>283,227</u>	<u>(4,030,100)</u>
-	-	-	-	-	(80,662)	108,225
-	-	-	350,933	5,715,992	7,430	6,260,161
<u>(6,066,925)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(118,806)</u>	<u>(6,260,161)</u>
<u>(6,066,925)</u>	<u>-</u>	<u>-</u>	<u>350,933</u>	<u>5,715,992</u>	<u>(192,038)</u>	<u>108,225</u>
801,213	(6,824)	-	(5,750,722)	5	91,189	(3,921,875)
-	-	-	-	-	(275,910)	(275,910)
<u>2,260,272</u>	<u>13,064</u>	<u>3,617</u>	<u>6,734,246</u>	<u>315</u>	<u>2,789,063</u>	<u>14,980,892</u>
<u>\$ 3,061,485</u>	<u>\$ 6,240</u>	<u>\$ 3,617</u>	<u>\$ 983,524</u>	<u>\$ 320</u>	<u>\$ 2,604,342</u>	<u>\$ 10,783,107</u>

The accompanying notes are an integral part of the basic financial statements.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Reconciliation of Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended December 31, 2018

Total net changes in fund balances at December 31, 2018 per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ (3,921,875)
The change in net assets reported for governmental activities in the statement of activities is different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.		
Capital outlay is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 6,404,752	
Depreciation expense for the year ended December 31, 2018	<u>(2,163,398)</u>	4,241,354
In the statement of activities, only the gain on sale of fixed assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the assets sold.		
		(673)
Governmental funds report bonded debt repayments as expenditures. However, those expenditures do not appear in the statement of activities since the payments are applied against the bond payable balance on the statement of net position		
		3,736,667
Excess of compensated absences accrued over amounts paid		
		(15,739)
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		
		7,278
Amortization of bond premium		
		109,951
Capital lease payments		
		46,617
Governmental funds report pension contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned net of employee contributions is reported as pension expense:		
Pension contributions subsequent to the measurement date	407,731	
Pension contributions during the measurement period	(459,003)	
Contribution deficiency during the measurement period	14,207	
Cost of benefits earned net of employee contributions	(552,177)	
Employer's proportionate share of contributions during the measurement period	444,796	
Amortization of excess contributions during the measurement period	<u>9,674</u>	(134,772)
Some revenues reported in the statement of activities do not provide current financial resources in governmental funds:		
Non employer pension contributions		<u>42,929</u>
Total changes in net position at December 31, 2018 per Statement of Activities		<u>\$ 4,111,737</u>

The accompanying notes are an integral part of the basic financial statements.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Statement of Net Position
Fiduciary Funds
December 31, 2018

	Agency Funds	
	Adjudicated Property Fund	Racino Fund
ASSETS		
Cash, including time deposits	\$ 136,512	\$ 70
Receivables	-	453,044
	\$ 136,512	\$ 453,114
LIABILITIES		
Due to other funds	\$ -	\$ 263,923
Due to other governments	136,512	189,191
Total liabilities	\$ 136,512	\$ 453,114

The accompanying notes are an integral part of the basic financial statements.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the St. Landry Parish Government are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations). The more significant of the Parish's accounting policies are described below.

A. Reporting Entity

The financial reporting entity consists of (a) the primary government, (b) organizations for which the primary government is financially accountable, and (c) other organizations for which the primary government is not accountable, but for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

Primary Government -

The St. Landry Parish Home Rule Charter Commission has proposed, and the electors have adopted, under the authority of Article VI, Section 5 of the Louisiana Constitution of 1974, a home rule charter which shall be known as the president-council form of government. This form of government consists of an elected parish president, who is the chief executive officer and head of the parish government's executive branch and an elected council, which constitutes the legislative branch of the government consisting of thirteen members elected from single member districts for four-year terms.

The St. Landry Parish Government is a governmental subdivision of the State of Louisiana, and as provided by the home rule charter, is authorized to exercise any power and perform any function necessary or requisite for proper management of its affairs.

Component Units –

Governmental Accounting Standards Board (GASB) Statement No. 14, "The Financial Reporting Entity" establishes criteria for determining which entities should be considered a component unit and, as such, part of the reporting entity for financial reporting purposes. The basic criteria are as follows:

1. Legal status of the potential component unit including the right to incur its own debt, levy its own taxes and charges, expropriate property in its own name, sue and be sued, and the right to buy, sell and lease property in its own name.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

2. Whether the primary government's governing authority (Parish Council or Parish President) appoints a majority of board members of the potential component unit.
3. Fiscal interdependency between the primary government and the potential component unit.
4. Imposition of will by the primary government on the potential component unit.
5. Financial benefit/burden relationship between the primary government and the potential component unit.

Based on the above criteria, the Parish Government has determined that the following organizations are component units and should be part of the financial reporting entity:

Agricultural Arena Authority
Bayou Mallet and Plaquemine Gravity Drainage District No. 10
Bayou Plaquemine Gravity Drainage District No. 12
Bellevue and Coulee Croche Gravity Drainage District No. 20
Consolidated Gravity Drainage District No. 1 of Ward 3
Coulee Croche Gravity Drainage District No. 22
East St. Landry Consolidated Gravity Drainage District No. 1
Eunice Gravity District No. 9
Faquetaique Drainage District No. 1
Gravity Drainage District No. 14
Gravity Drainage District No. 1 of Ward 2
Lawtell Gravity Drainage District No. 11
Prairie Basse Gravity Drainage District No. 15
Fire Protection District No. 1
Fire Protection District No. 2
Fire Protection District No. 3
Fire Protection District No. 4
Fire Protection District No. 5
Fire Protection District No. 6
Fire Protection District No. 7
Road District No. 5 Commission
Road District No. 6 Commission
St. Landry Parish Historical Development Commission
St. Landry Parish Tourist Commission
St. Landry Parish Communications District
Twenty-Seventh Judicial District Criminal Court
Hospital Service District No. 1
Hospital Service District No. 2
Sewerage District No. 1
Solid Waste Disposal Commission

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

South St. Landry Library District
St. Landry Parish Registrar of Voters
Ward 1 South Gravity Drainage District No. 1
St. Landry Waterworks District No. 2
St. Landry Waterworks District No. 3
Lawtell Water District
Housing Authority of St. Landry Parish
Teche Vermilion Fresh Water District Board of Commissioners
St. Landry Economic & Industrial Development District
Greater Krotz Springs Port Commission
Central St. Landry Economic Development District

For financial reporting purposes, the Parish has chosen to issue financial statements of the St. Landry Parish Government, primary government, and certain component units, including those whose accounting records are maintained by the Parish. The component units included are the Agricultural Arena Authority, Fire Protection District No. 6, St. Landry Parish Historical Development Commission, Twenty-Seventh Judicial District Criminal Court Fund, St. Landry Parish Tourist Commission, and St. Landry Parish Registrar of Voters. These component units are discretely presented in a separate column in the government-wide financial statements. As such, the accompanying financial statements are not in conformity with generally accepted accounting principles.

B. Basis of Presentation

The Parish's basic financial statements consist of the government-wide statements on all of the non-fiduciary activities of the primary-government and its component units and the fund financial statements (individual major fund and combined nonmajor funds). The statements are prepared in accordance with accounting principles generally accepted in the United States of America as applied to governmental units.

Government-wide financial statements -

The government-wide financial statements include the statement of net position and the statement of activities for all non-fiduciary activities of the primary government and the total for its component units. As a general rule, the effect of interfund activity has been removed from these statements. An exception of this general rule is contributions between the primary government and its component units which are reported as external transactions. All of the Parish's activities are considered governmental and as such the statements report the governmental activities of the Parish. Governmental activities generally are financed through taxes, intergovernmental revenues and other nonexchange transactions. The primary government is reported separately from the legally separate component units as detailed in the previous section.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In the government-wide statement of net assets, the amounts are presented on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations. The Parish's net position is reported in three parts - invested in capital assets, net of related debt; restricted net position; and unrestricted net position. The Parish first utilizes restricted resources to finance qualifying activities.

The government-wide statement of activities reports both the gross and net cost of each of the Parish's functions. The functions are also supported by general government revenues (property, sales and use taxes, certain intergovernmental revenues, etc.). The statement of activities reduces gross expenses (including depreciation) by related program revenues, operating and capital grants. Program revenues must be directly associated with the function. Operating grants include operating specific and discretionary (either operating or capital) grants while the capital grants column reflects capital-specific grants. The net cost (by function) is normally covered by general revenue (property, sales and use taxes, intergovernmental revenues, investment income, etc.).

The Parish does not allocate indirect costs. An administrative service fee is charged by the General Fund to the other operating funds to recover the direct costs of General Fund services provided (finance, personnel, purchasing, etc.). This fee is eliminated by reducing the revenue in the General Fund and the expense in the paying fund because the expense is not a direct expense of the program to which it was charged.

The government-wide focus is more on the sustainability of the Parish as an entity and the change in the Parish's net position resulting from the current year's activities.

Fund financial statements -

The fund financial statements provide information about the Parish's funds. Separate statements for each fund category are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The Parish reports the following major governmental funds:

General Fund

The General Fund is used to account for resources traditionally associated with governments which are not required to be accounted in other funds.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Road and Bridge Maintenance Fund

The Road and Bridge Maintenance Fund accounts for the maintenance and upkeep of the parish road systems. Major means of financing are provided by the State of Louisiana Parish Transportation Fund, portion of a slot machine tax collected from the Evangeline Downs Racino facility, and grants received from the United States Department of Transportation through, Louisiana Department of Transportation and Development.

Health Unit Maintenance Fund

The Health Unit Maintenance Fund accounts for the maintenance of several health units which provide health and welfare services to the citizens of the parish. Major means of financing are provided by ad valorem taxes, state revenue sharing, and interest earned on investments.

Airport Maintenance Fund

The Airport Maintenance Fund accounts for funding provided to operate and maintain the St. Landry Parish Airport.

Road District No. 1 Construction Fund

The Road District No. 1 Construction Fund accounts for the cost of construction and resurfacing of the rural roadways of St. Landry Parish in association with the Smooth Ride Home Project.

WIOA – Workforce Innovation and Opportunity Act Fund

The WIOA Fund accounts for funding provided to administer the Workforce Development programs in St. Landry Parish.

LCDBG – Disaster Recovery Grant Fund

The LCDBG – Disaster Recovery Grant Fund accounts for the accumulation of grant monies for various public works and public safety capital projects.

Road District No. 1 Sales Tax Fund

The Road District No. 1 Sales Tax Fund accounts for the proceeds of a 2% parish-wide sales and use tax dedicated to the construction and resurfacing of the parish roads and the repayment of Sales Tax Revenue Bonds, Series 2014.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Road District No. 1 Sinking Fund

The Road District No. 1 Sinking Fund accounts for the accumulation of monies for the payment of outstanding principal and interest due on the Sales Tax Revenue Bonds, Series 2014. See Note 10 for details of the bond issuance.

In addition, the Parish reports the following:

Agency funds account for assets held by the Parish in a purely custodial capacity. The reporting entity includes two agency funds; Adjudicated Property fund and Racino fund. Since agency funds are custodial in nature (i.e., assets equal liabilities), they do not involve the measurement of results of operations.

The emphasis in fund financial statements is on the major funds. GASB No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures/expenses) for the determination of major funds. The nonmajor funds are combined in a single column in the fund financial statements.

C. Basis of Accounting

Government-wide financial statements -

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Nonexchange transactions, in which the Parish gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements and donations. On an accrual basis, property taxes are recognized in the year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental fund financial statements -

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Ad valorem taxes are recognized as revenue in the year for which budgeted, that is, in the year in which such taxes are billed and collected.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments and compensated absences, which are recognized to the extent they are matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

D. Budget and Budgetary Accounting

The St. Landry Parish Government adopts budgets for the General and Special Revenue Funds. Budgets are prepared on a modified accrual basis of accounting.

The proposed budgets are published in the official journal and made available for public inspection.

The final budget must be adopted by the Parish no later than the second to last regular meeting of the fiscal year in which it was submitted. The budget should be amended when expenditures in any fund exceed appropriations by 5 percent or more or when actual and projected revenues do not meet appropriated revenues by 5 percent or more.

Operating appropriations, to the extent not expended or encumbered, lapse at year-end. Capital appropriations continue in force until the project is completed or deemed abandoned.

E. Transfers and Interfund Loans

Advances between funds which are not expected to be repaid are accounted for as transfers. In those cases where repayment is expected, the advances are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables and payables.

F. Cash and Cash Equivalents

Cash includes amounts in demand deposits, interest-bearing demand deposits, and time deposits. Cash equivalents include amounts in time deposits and those investments with original maturities of 90 days or less.

G. Allowance for Authorized Changes

Allowance for authorized changes are recorded to reflect authorized changes in assessed ad valorem taxes.

H. Inventory

Inventory items are recorded as expenditures when purchased. There are no significant amounts on hand at year-end.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

I. Fixed assets

The accounting treatment over property, plant, and equipment (fixed assets) depends on whether the assets are reported in the government-wide or fund financial statements.

Government-wide statements -

In the government-wide financial statements, fixed assets are accounted for as capital assets. All capital assets are capitalized at historical cost, or estimated historical cost for assets where actual historical cost is not available. Donated assets are recorded as capital assets at their estimated fair market value at the date of donation. Prior to January 1, 2003, governmental funds' infrastructure assets were not capitalized. These assets are being accounted for prospectively.

Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position.

Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

	<u>Years</u>
Land improvements	20 - 30
Buildings and improvements	10 - 40
Furniture and equipment	5 - 20
Infrastructure	20 - 50

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

J. Bond discounts/issuance costs

In accordance with GASB Statement No. 65, *Items previously reported as Assets and Liabilities*, both governmental funds and government-wide statements treat bond discounts and issuance costs as being recognized in the current period. However, prepaid insurance costs are reported as an asset and amortized to expense over the life of the related debt.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund financial statements -

In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

K. Compensated Absences

For the primary government, full-time employees earn annual leave at the rate of 5 to 15 days per year, depending upon length of service. Five days of unused annual leave may be carried over from year to year. Full-time employees earn sick leave at the rate of eight days per year. Ninety days of unused sick leave may be carried over from year to year. Accumulated sick leave is forfeited upon separation; however, accumulated sick leave may be applied toward retirement.

In the government-wide statements, accumulated unpaid vacation leave and associated related costs are accrued when earned (or estimated to be earned) by the employee. The current portion is the amount estimated to be used/paid in the following year. The remainder is reported as non-current. In accordance with GASB Interpretation No. 6, "Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements," no compensated absences liability is recorded in the governmental fund financial statements.

L. Long-term Debt

The accounting treatment of long-term debt depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

All long-term debt to be repaid from governmental resources is reported as liabilities in the government-wide statements. The long-term debt consists primarily of bonds payable, certificates of indebtedness, compensated absences payable, and estimated claims payable.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. The debt proceeds are reported as other financing sources and payment of principal and interest are reported as expenditures.

M. Equity classifications

Government-wide statements -

Equity is classified as net assets and displayed in three components:

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- a. Invested in capital assets, net of related debt - Consists of capital assets (including restricted capital assets), net of accumulated depreciation and reduced by the outstanding balances of any bonds, certificates of indebtedness, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position — Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position - All other net positions that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

Fund financial statements -

Governmental fund equity is classified as fund balance. GASB Statement 54, *Fund Balance Reporting and Governmental Fund Type Definitions* defines fund balance categories to make the nature and extent of the constraints placed on a government’s fund balance more transparent. The following classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. Management has classified prepaid expenditures as being nonspendable as this item is not expected to be converted to cash.
- Restricted: This classification includes amounts for which constraints have been placed on the use of resources are either:
 - Externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments: or
 - Imposed by law through constitutional provisions or enabling legislation.

Management has classified fund balances for public safety, public works, capital projects, health unit, parish road construction, and economic development, as being restricted due to the constraints placed on the use of the money contributed by its grantors and bond provisions and collected on ad valorem and sales tax assessments. Fund balance for debt service has been classified as restricted due to the constraints placed on the use of money for principal and interest payments in accordance with debt agreements.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fund balances for judicial expenses, along with, prisoner and jury witness have been classified as restricted due to constraints placed on the use of money collected on certain court costs and filing and judicial fees.

- **Committed:** This classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action (resolution) of the St. Landry Parish Government's Council, which is the Parish's highest level of decision-making authority. These amounts cannot be used for any other purpose unless the Council removes or changes the specified use by taking the same type of action that was employed when the funds were initially committed. Fund balance for general contingencies has been classified as committed to satisfy minimum balance requirements for contingency spending.
- **Assigned:** This classification includes amounts that are constrained by the Council's intent to be used for a specific purpose but are neither restricted nor committed. This intent should be expressed by the St. Landry Parish Government's (1) Council, (2) its finance committee, or (3) an official, such as the Parish President, to which the Council has delegated the authority to assign amounts to be used for a specific purpose.
- **Unassigned:** This classification is the residual fund balance for the General Fund. It also represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the General Fund.

When fund balance resources are available for a specific purpose in multiple classifications, the St. Landry Parish Government will generally use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed. However, the St. Landry Parish Government's management reserves the right to selectively spend unassigned resources first and to defer the use of the other classified funds.

N. Interfund Transfers

Permanent reallocation of resources between funds of the primary government are classified as interfund transfers. For the purposes of the statement of activities, all interfund transfers between individual funds have been eliminated.

O. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

P. Pensions

St. Landry Parish Government has implemented GASB Statement No. 68 “*Accounting and Financial Reporting for Pensions*”. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Parochial Employee Retirement System (PERS) and additions to /deductions from the PERS fiduciary net position have been determined on the same basis as they are reported by the PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. See Note 13 for further details.

Q. Subsequent Events

We have evaluated events subsequent to the balance sheet through June 14, 2018, the date the financial statements were available to be issued.

NOTE 2 CASH AND CASH EQUIVALENTS

Under state laws, the Parish may deposit funds within a fiscal agent bank organized under the laws of the State of Louisiana, the laws of any other state in the Union, or the laws of the United States. The Parish may invest in certificates and time deposits of state banks organized under Louisiana law and national banks having principal offices in Louisiana. The District does not have a policy for custodial credit risk.

At December 31, 2018, the Parish has cash and interest-bearing deposits (book balances) totaling \$7,499,079 as follows:

	<u>Demand Deposits</u>
Primary Government:	
Cash and interest bearing deposits	\$ 2,869,995
Cash and cash equivalents, restricted	3,266,325
Agency Funds	136,582
Component Units	<u>1,236,151</u>
	<u>\$ 7,509,053</u>

These deposits are stated at cost, which approximates market. Under state laws, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank that is mutually acceptable to both parties.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 2 CASH AND CASH EQUIVALENTS (Continued)

Deposit balances (bank balances) at December 31, 2018, are as follows:

Bank balances	<u>\$ 7,900,553</u>
At December 31, 2018, the deposits are secured as follows:	
Federal deposit insurance	\$ 2,000,000
Pledged securities (Category 3)	<u>6,166,829</u>
Total	<u>\$ 8,166,829</u>

Pledged securities in Category 3 include uninsured or unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agent, but not in the Parish's name. Even though the pledged securities are considered uncollateralized (Category 3), Louisiana Revised Statute 39:1229 imposes a statutory requirement on the custodial bank to advertise and sell the pledged securities within 10 days of being notified by the Parish that the fiscal agent has failed to pay deposited funds upon demand.

NOTE 3 INVESTMENT SECURITIES

During 2018, the Parish sold all of its investments and realized a net gain of \$21,046. The calculation of realized gains is independent of the calculation of the net increase in the fair value of investments. Realized gains and losses on investments that had been held in more than one fiscal year and sold in the current year may have been recognized as an increase or decrease in the fair value of investments reported in the prior year. The net increase in the fair value of investments during 2018 was \$25,018. This amount takes into account all changes in fair value (including purchases and sales) that occurred during the year.

NOTE 4 RECEIVABLES

The following is a summary of receivables at December 31, 2018:

Class of Receivables	Primary Government			Total	Component Units
	General Fund	Special Revenue Funds	Capital Project Funds		
Ad valorem taxes, net	\$ 1,857,050	\$ 2,948,308	\$ -	\$ 4,805,358	\$ 346,935
Sales tax	-	781,372	-	781,372	-
Intergovernmental:					
Federal	29,858	702,503	16,416	748,777	-
State	237,811	112,122	-	349,933	80,911
Other	<u>250,800</u>	<u>313,491</u>	-	<u>564,291</u>	-
Total	<u>\$ 2,375,519</u>	<u>\$ 4,857,796</u>	<u>\$ 16,416</u>	<u>\$ 7,249,731</u>	<u>\$ 427,846</u>

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 5 INTERFUND RECEIVABLES/PAYABLES

	Interfund Receivables	Interfund Payables
General Fund	\$ 531,206	\$ 3,031
Special Revenue Funds:		
Road and Bridge Maintenance	239,207	70,674
Airport Maintenance	6,524	76,655
Health Unit Maintenance	20,310	62,498
Jail Maintenance	3,031	14,163
Delta Grand	-	13,204
WIOA	-	27,270
Community Action Agency	-	169,074
Road District 12 of Ward 2 Maintenance	-	489
Road District 1 of Ward 3 Maintenance	-	1,110
First Hospital District	-	93,081
Sub-Road District -		
No. 2 of Road District 11-A of Ward 1 Maintenance	-	251
No. 1 of Road District 3 of Ward 1 Maintenance	-	2,162
No. 1 of Road District 11-A Maintenance	-	2,448
Agency Funds:		
Racino Fund	-	263,923
Component Units:		
Ag Arena Authority	-	245
	\$ 800,278	\$ 800,278

NOTE 6 PROPERTY TAXES

For the year ended December 31, 2018, property taxes were levied on property with assessed valuations totaling \$827,086,669 and were dedicated as follows:

Primary government -	
Parishwide taxes:	
Parish (within incorporated towns and cities)	1.89 mills
Parish (outside incorporated towns and cities)	3.78 mills
Health Unit Maintenance	2.17 mills
Jail maintenance	1.00 mills
District taxes:	
Road district taxes -	
No. 12 of Ward 2 Maintenance	4.80 mills
No. 1 of Ward 3 Maintenance	10.19 mills
Sub-road district taxes -	
No. 1 of Road District 11-A Maintenance	9.26 mills
No. 2 of Road District 11-A Maintenance	8.39 mills
No. 1 of Road District 3 of Ward 1 Maintenance	9.57 mills
	51.05 mills
Component units -	
Fire Protection District No. 6 Maintenance	9.67 mills

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 7 ALLOWANCE FOR AUTHORIZED CHANGES

Taxes receivable are shown, net of allowance for authorized changes. This allowance consists of the amount estimated to be uncollectible at the end of the year and the amount of authorized changes to the tax roll.

The allowance set up in each fund type is as follows:

General Fund	\$ 39,436
Special Revenue Funds	63,074
Component Units	<u>7,465</u>
	<u>\$ 109,975</u>

NOTE 8 DEFICIT FUND BALANCES

The Following individual funds had deficit fund balances as of December 31, 2018:

Special revenue funds:	
Community Action Agency	\$ 311,897
Airport Maintenance	24,545
First Hospital District	<u>93,081</u>
Total deficit fund balances	<u>\$ 429,523</u>

The deficit fund balances will be eliminated in future years through collection of revenues and by reducing expenditures and operating transfers from other funds.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 9 CAPITAL ASSETS AND DEPRECIATION

	Balance 12/31/17	Additions	Deletions	Balance 12/31/18
Primary Government:				
Governmental activities -				
Capital assets not being depreciated:				
Land	\$ 624,243	\$ -	\$ -	\$ 624,243
Construction in progress - infrastructure	1,520,585	6,049,999	(6,049,999)	1,520,585
	<u>2,144,828</u>	<u>6,049,999</u>	<u>(6,049,999)</u>	<u>2,144,828</u>
Capital assets being depreciated:				
Buildings and improvements	14,723,234	-	-	14,723,234
Vehicles	473,955	91,949	(30,265)	535,639
Equipment, furniture and fixtures	4,470,297	173,823	(139,271)	4,504,849
Infrastructure	60,111,112	6,049,999	-	66,161,111
Improvements other than buildings	6,811,814	88,981	-	6,900,795
	<u>86,590,412</u>	<u>6,404,752</u>	<u>(169,536)</u>	<u>92,825,628</u>
Less accumulated depreciation:				
Buildings and improvements	(11,622,045)	(225,493)	-	(11,847,538)
Vehicles	(412,160)	(56,322)	29,592	(438,890)
Equipment, furniture and fixtures	(3,985,071)	(192,415)	139,271	(4,038,215)
Infrastructure	(3,065,940)	(1,524,662)	-	(4,590,602)
Improvements other than buildings	(3,694,704)	(164,506)	-	(3,859,210)
	<u>(22,779,920)</u>	<u>(2,163,398)</u>	<u>168,863</u>	<u>(24,774,455)</u>
Total capital assets being depreciated, net	<u>63,810,493</u>	<u>4,241,354</u>	<u>(673)</u>	<u>68,051,173</u>
Governmental activities capital assets, net	<u>\$ 65,955,321</u>	<u>\$ 10,291,353</u>	<u>\$ (6,050,672)</u>	<u>\$ 70,196,001</u>

Depreciation was charged to governmental activities of the general government as follows:

Finance and administrative	\$ 106,842
Public safety	168,060
Public works	1,829,581
Health and welfare	58,915
Total governmental activities depreciation expense	<u>\$ 2,163,398</u>

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 9 CAPITAL ASSETS AND DEPRECIATION (Continued)

	<u>Balance</u> 12/31/17	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> 12/31/18
Component Units:*				
Agricultural Arena -				
Governmental activities:				
Capital assets being depreciated:				
Buildings	\$ 355,572	\$ -	\$ -	\$ 355,572
Less accumulated depreciation:				
Buildings	<u>(226,544)</u>	<u>(12,113)</u>	<u>-</u>	<u>(238,657)</u>
Total capital assets being depreciated,	<u>129,028</u>	<u>(12,113)</u>	<u>-</u>	<u>116,915</u>
Governmental activities capital assets,	<u>\$ 129,028</u>	<u>\$ (12,113)</u>	<u>\$ -</u>	<u>\$ 116,915</u>
Depreciation was charged to economic development and assistance		<u>\$ 12,113</u>		
	<u>Balance</u> 12/31/17	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> 12/31/18
Component Units:*				
Tourist Commission -				
Governmental activities:				
Capital assets being depreciated:				
Building & Improvements	\$ 2,210,778	\$ -	\$ -	\$ 2,210,778
Equipment, furniture and fixtures	<u>88,924</u>	<u>44,500</u>	<u>-</u>	<u>133,424</u>
	<u>2,299,702</u>	<u>44,500</u>	<u>-</u>	<u>2,344,202</u>
Less accumulated depreciation:				
Building & Improvements	(363,620)	(55,269)	-	\$ (418,889)
Equipment, furniture and fixtures	<u>(19,988)</u>	<u>(13,542)</u>	<u>-</u>	<u>(33,530)</u>
	<u>(383,608)</u>	<u>(68,811)</u>	<u>-</u>	<u>(452,419)</u>
Total capital assets being depreciated,	<u>1,916,094</u>	<u>(24,311)</u>	<u>-</u>	<u>1,891,783</u>
Governmental activities capital assets	<u>\$ 1,916,094</u>	<u>\$ (24,311)</u>	<u>\$ -</u>	<u>\$ 1,891,783</u>
Depreciation was charged to economic development and assistance		<u>\$ 68,811</u>		

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 9 CAPITAL ASSETS AND DEPRECIATION (Continued)

	Balance 12/31/17	Additions	Deletions	Balance 12/31/18
Component Units:*				
Registrar of Voters -				
Governmental activities:				
Capital assets being depreciated:				
Vehicles	\$ 25,620	\$ -	\$ -	\$ 25,620
Equipment, furniture and fixtures	103,153	-	-	103,153
Building improvements	<u>33,987</u>	<u>-</u>	<u>-</u>	<u>33,987</u>
	<u>162,760</u>	<u>-</u>	<u>-</u>	<u>162,760</u>
Less accumulated depreciation:				
Vehicles	(25,620)	-	-	(25,620)
Equipment, furniture and fixtures	(96,688)	(5,872)	-	(102,560)
Building improvements	<u>(17,615)</u>	<u>(2,266)</u>	<u>-</u>	<u>(19,881)</u>
	<u>(139,923)</u>	<u>(8,138)</u>	<u>-</u>	<u>(148,061)</u>
Total capital assets being depreciated,	<u>22,837</u>	<u>(8,138)</u>	<u>-</u>	<u>14,699</u>
Governmental activities capital assets	<u>\$ 22,837</u>	<u>\$ (8,138)</u>	<u>\$ -</u>	<u>\$ 14,699</u>
Depreciation was charged elections		<u>\$ 8,138</u>		

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

	Balance 12/31/17	Additions	Deletions	Balance 12/31/18
Component Units:*				
Fire Protection Dist. #6 - Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 18,000	\$ -	\$ -	\$ 18,000
	<u>18,000</u>	<u>-</u>	<u>-</u>	<u>18,000</u>
Capital assets being depreciated:				
Buildings	603,291	-	-	603,291
Equipment, furniture and fixtures	825,396	10,816	-	836,212
Improvements other than buildings	50,343	-	-	50,343
	<u>1,479,030</u>	<u>10,816</u>	<u>-</u>	<u>1,489,846</u>
Less accumulated depreciation:				
Buildings	(134,288)	(15,140)	-	(149,428)
Equipment, furniture and fixtures	(388,003)	(94,848)	-	(482,851)
Improvements other than buildings	(38,805)	(2,518)	-	(41,323)
	<u>(561,096)</u>	<u>(112,506)</u>	<u>-</u>	<u>(673,602)</u>
Total capital assets being depreciated	<u>917,934</u>	<u>(101,690)</u>	<u>-</u>	<u>816,244</u>
Governmental activities capital assets	<u>\$ 935,934</u>	<u>\$(101,690)</u>	<u>\$ -</u>	<u>\$ 834,244</u>
Depreciation was charged to public safety		<u>\$ 112,506</u>		

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 10 NOTE PAYABLE

On June 15, 2018, St. Landry Parish Government issued a Revenue Anticipation Note, Series 2017 in the principal amount of \$1,500,000, bearing interest at 3.25% per annum, due on March 1, 2019. The note has been issued to represent debt created under the provisions of Louisiana R.S. 39:745, *et seq.*, and other constitutional authority, for the purpose of paying the costs of current expenses and was specially authorized by a resolution adopted by the St. Landry Parish on May 16, 2018. The balance outstanding as of December 31, 2018 totaled \$879,725.

NOTE 11 CHANGES IN GENERAL LONG-TERM DEBT

The following is a summary of long-term debt activity for the year ended December 31, 2018:

	Primary Government			
	Balance 12/31/17	Additions	Deductions	Balance 12/31/18
General long-term debt:				
Compensated absences	\$ 100,901	\$ 80,727	\$ 64,988	\$ 116,640
Capital lease payable	171,304	-	50,737	120,567
Bonds payable	<u>51,438,000</u>	<u>-</u>	<u>3,736,667</u>	<u>47,701,333</u>
Total	<u>\$ 51,710,205</u>	<u>\$ 80,727</u>	<u>\$ 3,852,392</u>	<u>\$ 47,938,540</u>
	Component Units			
	Balance 12/31/17	Additions	Deductions	Balance 12/31/18
General long-term debt:				
Bonds payable	\$ 905,000	\$ -	\$ 197,500	\$ 707,500
Total	<u>\$ 905,000</u>	<u>\$ -</u>	<u>\$ 197,500</u>	<u>\$ 707,500</u>

Long-term debt outstanding at December 31, 2018 is comprised of the following:

	Issue Date	Maturity Date	Interest Rates	Balance Outstanding
Primary Government -				
Sales tax revenue bonds 2014	3/2014	2029	2.0 - 5.25%	47,701,333
Capital lease payable				120,567
Compensated absences				<u>116,640</u>
Total primary government				<u>\$ 47,938,540</u>
Component Units -				
Bonds payable:				
St. Landry Parish Tourist Commission	1/2010	2025	3.75 - 6.50%	<u>\$ 707,500</u>
Total component units				<u>\$ 707,500</u>

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 11 CHANGES IN GENERAL LONG-TERM DEBT (Continued)

The St. Landry Parish Government Road District No. 1 issued Sales Tax Revenue Bonds, Series 2014, in the amount of \$62,500,000, pursuant to a bond resolution adopted on February 9, 2014, for the purposes of construction and resurfacing public roads and bridges in the District. The bonds are secured and payable solely from an irrevocable pledge and dedication of proceeds from a 2% sales and use tax levied by a special election held on October 19, 2013. The sales and use tax will be levied and collected by the District for a period of fifteen years beginning January 1, 2014 and ending no later than December 31, 2028. A Bond premium of \$1,649,270 is being amortized over the life of the bond.

The annual requirements to amortize revenue bonds as of December 31, 2018, including interest payments of \$10,439,977 for the primary government and \$141,512 for the component units are as follows:

Primary Government:

Component Unit: *

St. Landry Parish Tourist Commission

Year Ending December 31,	Revenue Bonds Series 2014		Year Ending December 31,	Revenue Bonds Series 2010	
	Principal	Interest		Principal	Interest
2019	\$ 3,913,333	\$ 1,804,642	2019	\$ 100,000	\$ 39,613
2020	4,099,167	1,617,308	2020	105,000	33,920
2021	4,305,000	1,414,017	2021	110,000	27,683
2022	4,448,333	1,271,100	2022	115,000	20,901
2023	4,582,500	1,137,650	2023	120,000	13,646
2024-2028	25,435,833	3,158,593	2024-2028	<u>157,500</u>	<u>5,749</u>
2029	<u>917,167</u>	<u>36,667</u>			
	<u>\$47,701,333</u>	<u>\$10,439,977</u>		<u>\$ 707,500</u>	<u>\$141,512</u>

*Information is provided for each component unit that does not issue a separate audit report.

Component Unit:

During 2018, the St. Landry Parish Tourist Commission made an “early principal payment” on the outstanding balance of \$97,500 to be applied to the final year (year 2025) scheduled principal due to mature.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 11 CHANGES IN GENERAL LONG-TERM DEBT (Continued)

A summary of the future service requirements to amortize the remaining capital lease as of December 31, 2018 is as follows:

Year	Governmental Activities
2019	\$ 63,352
2020	63,352
2021	5,279
2022	-
2023	-
Total minimum lease payments	131,983
Less amount representing interest	11,416
Present value of minimum lease payments	\$ 120,567

St. Landry Parish Government entered into a capital lease to finance computer server equipment for the Parish. The lease requires principal and interest payments quarterly in the amount of \$15,837 at an imputed interest rate of 8.50% for a term of 5 years. Equipment totaling \$259,143 was capitalized as a result of this lease. As of December 31, 2018, the book value of capital assets under lease totaled \$107,976, net of \$151,167 accumulated depreciation. Amortization of leased equipment is included with depreciation expense.

Effective March 1, 2008, the St. Landry Parish Fire Protection District No. 6 entered into an escrow deposit agreement to which sufficient funds have been deposited in the amount of \$261,000 to effect an in substance defeasance of Fire Protection District No. 6 General Obligation Bonds, Series 2000, with a final maturity during 2020. The establishment of the irrevocable trust and the resulting in-substance defeasance provides for the removal of the aforementioned bond issue from the financial statements of the St. Landry Parish Fire Protection District No. 6 in accordance with the provisions of Chapter 14 of Title 39 of the Louisiana Revised Statutes of 1950, as amended.

NOTE 12 OPERATING LEASES

The Parish Government is committed under various operating leases for equipment with terms ranging from four to five years. Total lease expenditures for the year ended December 31, 2018 were \$217,654. Future minimum lease payments under these leases are as follows:

Year Ended	Amount
2019	\$ 165,418
2020	103,540
2021	94,500
2022	94,500
2023	78,750
Total	\$ 536,708

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 12 OPERATING LEASES (Continued)

Component Unit: Registrar of Voters

The Registrar of voters is committed under an operating lease on equipment for a term of four years. Lease expenditures for the year ended December 31, 2018 totaled \$1,920. Future minimum lease payments under the lease are as follows:

<u>Year Ended</u>	<u>Amount</u>
2019	<u>\$ 960</u>

NOTE 13 PENSION PLAN

Plan Description

Substantially all of the Parish Government’s employees are members of the Parochial Employees’ Retirement System of Louisiana. In addition to employee payroll deductions, the Parish Government’s funds are remitted to the retirement system and are recorded as expenditures.

The retirement system is a cost-sharing multiple-employer, statewide defined benefit retirement system which is administered and controlled by a separate board of trustees and was established and provided for by R.S.11:1901 of the Louisiana Revised Statute (LRS). Contributions of participating agencies are pooled within the system to fund accrued benefits, with contribution rates approved by the Louisiana legislature. The Parish Government does not guarantee the benefits granted by the retirement system. The payroll qualified to be covered by the system for the year ended December 31, 2018 was approximately \$3,545,487.

Employees hired prior to January 1, 2007 are eligible for normal retirement if they have at least 30 years of creditable service regardless of age, 25 years of creditable service and are at least age 55, or 10 years of creditable service and are at least age 60, or 7 years of creditable service and are at least age 65. Employees hired after January 1, 2007 are eligible for normal retirement if they have at least 30 years of creditable service and are at least 55, or 10 years of creditable service and are at least age 62, or 7 years of creditable service and are at least 67.

Benefit rates are 1 percent of financial compensation (average monthly earnings during the highest 36 consecutive months or joined months if service was interrupted) plus \$2.00 per month for each year of service credited prior to January 1, 1980, and 3 percent of final compensation for each year of service after January 1, 1980.

Upon the death of any member with 5 or more years of creditable service who is not eligible for retirement, the plan provides for benefits for the surviving spouse and minor children, as outlined in the statutes. For any member who is eligible for normal retirement at time of death, the surviving spouse shall receive an automatic Option 2 benefit, as outlined in the statutes. A surviving spouse who is not eligible for Social Security survivorship or retirement benefits, and married not less than twelve months immediately preceding death of the member, shall be paid and Option 2 benefit beginning at age 50.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 13 PENSION PLAN (Continued)

A member is eligible to retire and receive disability benefits if he has at least 5 years of creditable service, is not eligible for normal retirement and suffers disability which has been certified by the State Medical Disability Board.

The rate is 3 percent of the member's final compensation multiplied by his years of creditable service under certain conditions outlined in the statutes.

Act 338 of 1990 established the Deferred Retirement Option Plan (DROP) for the Retirement System. DROP is an option for that member who is eligible for normal retirement. In lieu of terminating employment and accepting a service retirement, any member who is eligible to retire may elect to participate in the (DROP) in which they are enrolled for three years and defer the receipt of benefits. During participation in the plan, employer contributions are payable but employee contributions cease. The monthly retirement benefits that would be payable, had the person elected to cease employment and receive a service retirement allowance, are paid into the DROP fund. Upon termination of employment prior to or at the end of the specified period of participation, a participant in the DROP may receive, at his option, a lump sum equal to the payments into the account, a true annuity based upon his account balance in that fund, or roll over the fund to an Individual Retirement Account.

For individuals who become eligible to participate in the Deferred Retirement Option Plan on or after January 1, 2004, all amounts which remain credited to the individual's subaccount after termination in the Plan will be placed in liquid asset money market investments at the discretion of the board of trustees. These subaccounts may be credited with interest based on money market rates of return or, at the option of the System, the funds may be credited to self-directed subaccounts. The participant in the self-directed portion of this Plan must agree that the benefits payable to the participant are not the obligations of the state or the System, and that any returns and other rights of the Plan are the sole liability and responsibility of the participant and the designated provider to which contributions have been made.

A plan member shall be eligible to retire and receive a disability benefit if they were hired prior to January 1, 2007, and has at least five years of creditable service or if hired after January 1, 2007, has seven years of creditable service, and is not eligible for normal retirement and has been officially certified as disabled by the State Medical Disability Board.

Upon retirement caused by disability, a member shall be paid a disability benefit equal to the lesser of an amount equal to three percent of the member's final average compensation multiplied by his years of service, not to be less than fifteen, or three percent multiplied by years of service assuming continued service to age sixty.

The Board of Trustees is authorized to provide a cost of living allowance for those retirees who retired prior to July 1973. The adjustment cannot exceed 2% of the retiree's original benefit for each full calendar year since retirement and may only be granted if sufficient funds are available from investment income in excess of normal requirements. In addition, the Board may provide an additional cost of living increase to all retirees and beneficiaries who are over age sixty-five equal to 2% of the member's benefit paid on October 1, 1977, (or member's retirement date, if later).

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 13 PENSION PLAN (Continued)

Also, the Board may provide a cost of living increase up to 2.5% for retirees 62 and older. (R.S. 11:1937). Act 270 of 2009 provided for further reduced actuarial payments to provide an annual 2.5% cost of living adjustment commencing at age 55.

Funding Policy

According to state statute, contributions for all employers are actuarially determined each year. Covered employees were required by state statute to contribute 9.50% of their salary to the plan and the Parish Government is required to contribute at the actuarially determined rate, currently 11.50% of the annual covered payroll. The Parish Government contribution requirements for the years ended July 31, 2018, 2017, and 2016 were \$407,731, \$459,003 and \$467,423, respectively.

According to state statute, the System also receives $\frac{1}{4}$ of 1% of ad valorem taxes collected within the respective parish. The System also receives revenue sharing funds each year as appropriated by the Legislature. These additional sources of income are used as additional employer contributions and are considered support from non-employer contributing entities.

Pension Liabilities, Pension Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to Pensions

At December 31, 2018, the Parish Government reported an asset of \$428,600 for its proportionate share of the net pension asset. The net pension asset was measured as of December 31, 2017, and the total pension asset used to calculate the net pension asset was determined by an actuarial valuation as of that date. The Parish Government's proportion of the net pension asset was based on a projection of the Parish Government's long-term share of contributions to the pension plan relative to the projected contributions of all participating entities, actuarially determined. At December 31, 2017, the Parish Government's proportion was 0.577436%, which was a decrease of 0.053663% from its proportion measured as of December 31, 2016.

For the year ended December 31, 2018, the Parish Government recognized pension expense of \$535,214. The Parish Government recognized revenue of \$42,929 as its proportionate share of non-employer contributions for the year ended December 31, 2018.

Parish Government contributions subsequent to the measurement date in the amount of \$407,731 reported as deferred outflows of resources related to pensions will be recognized as a reduction of the net pension liability during the year ending December 31, 2018.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 13 PENSION PLAN (Continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ended December 31,</u>	
2019	\$ 52,714
2020	(72,858)
2021	(335,576)
2022	<u>(392,457)</u>
	<u>\$ (748,177)</u>

At December 31, 2018, the Parish Government reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	-	277,443
Change in assumptions	540,957	-
Change in proportion and differences between the employer's contributions and the employer's proportionate share of contributions	-	21,501
Net differences between projected and actual earnings on plan investments	-	990,190
Contributions subsequent to the measurement date	<u>407,731</u>	<u>-</u>
Total	<u>\$ 948,688</u>	<u>\$ 1,289,134</u>

Actuarial Assumptions

The total pension liability in the December 31, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Valuation Date	December 31, 2017
Actuarial Cost Method	Entry age normal
Actuarial assumptions:	
Investment rate of return	6.75%, net of investment expense
Projected salary increases	5.25% (2.50% inflation, 2.75% merit)
Mortality rates	RP-2000 employee table for active members RP-2000 healthy annuitant table for healthy annuitants RP-2000 disabled lives mortality tables for disabled annuitants

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 13 PENSION PLAN (Continued)

Expected remaining service lives	4 years
Cost of living adjustments	The present value of future retirement benefits is based on benefits currently being paid by the System and includes previously granted cost of living increases. The present values do not include provisions for potential future increases not yet authorized by the Board of Trustees

The mortality rate assumption used was set based upon an experience study performed on plan data for the period January 1, 2004 through December 31, 2009. The data was then assigned credibility weighing and combined with a standard table to produce current levels of mortality. This mortality was then projected forward to a period equivalent to the estimated duration of the System’s liabilities. Annuity values calculated based on this mortality were compared to those produced by using a set - back of standard tables. The result of the procedure indicated that the tables used would produce liability values approximating the appropriate generational mortality tables.

The long-term expected rate of return on pension plan investments was determined using a triangulation method which integrated the CAPM pricing model (top-down), a treasury yield curve approach (bottom-up) and an equity building-block model (bottom-up). Risk return and correlations are projected on a forward looking basis in equilibrium, in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These rates are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation of 2.00% and an adjustment for the effect of rebalancing/diversification. The resulting expected long-term rate of return is 7.62% for the year ended December 31, 2017.

Best estimates of arithmetic real rates of return for each major asset class included in the System’s target asset allocation as of December 31, 2017 are summarized in the following table:

Asset Class	Expected Rate of Return	
	Target Asset Allocation	Long-Term Expected Portfolio Real Rate of Return
Fixed income	35%	1.24%
Equity	52%	3.57%
Alternatives	11%	0.69%
Real assets	<u>2%</u>	<u>0.12%</u>
Totals	<u>100%</u>	<u>5.62%</u>
Inflation		<u>2.00%</u>
Expected Arithmetic Nominal Return		<u>7.62%</u>

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 13 PENSION PLAN (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rates and that contributions from participating employers and non-employer contributing entities will be made at the actuarially determined contribution rates, which are calculated in accordance with relevant statutes and approved by the Board of Trustees and the Public Retirement System’s Actuarial Committee. Based on those assumptions, the System’s fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the participating employers calculated using the discount rate of 6.75%, as well as what the employer’s net pension liability would be if it were calculated using a discount rate that is one percentage point lower 5.75% or one percentage point higher 7.75% that the current rate.

	<u>Discount rate</u>	<u>Net pension (asset) liability</u>
1% decrease	5.75%	\$ 2,113,153
Current discount rate	6.75%	\$ (428,600)
1% increase	7.75%	\$ (2,691,863)

The Parochial Employees’ Retirement System issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to Parochial Employees’ Retirement System of Louisiana, P.O. Box 14619, Baton Rouge, Louisiana, 70898-4619 or by calling (225)928-1361.

NOTE 14 OTHER POST EMPLOYMENT BENEFITS

The St. Landry Parish Government provides certain continuing health care insurance benefits for its retired employees. Substantially all of the Parish Government’s employees become eligible for these benefits if they reach normal retirement age while working for the Parish Government. Benefits for retirees are provided through an insurance company whose monthly premiums are paid by the Parish Government and reimbursed by the retired employees.

ST. LANDRY PARISH GOVERNMENT

Notes to Financial Statements

NOTE 15 COMPENSATION PAID TO COUNCIL MEMBERS

Compensation paid to council members for the year ended December 31, 2018, follows:

Alvin Stelly	\$ 12,672
Coby Clavier	12,672
Dexter Brown	12,672
Harold Taylor	12,672
Jerry Red	12,672
Jimmie Edwards	12,672
Kenneth Marks	12,672
Mildred Thierry	12,672
Nancy Carriere	12,672
Timmy Lejeune	12,672
Vivian Olivier	12,672
Wayne Ardoin	12,672
Easton Shelvin	12,672
	<u>\$ 164,736</u>

NOTE 16 RISK MANAGEMENT

Due to current insurance market conditions, the St. Landry Parish Government is retaining the risk for its liability exposures in areas where there is no affordable insurance coverage available. Presently, the St. Landry Parish Government has not appropriated any monies for its liability exposures.

NOTE 17 CONTINGENT LIABILITIES

The St. Landry Parish Government is a defendant in various lawsuits. Although the outcome of some of these lawsuits has been determined, as of the date of this audit report, the Parish Government has not appropriated any funds in payment of these liabilities. There are also pending lawsuits which may result in judgments against the Parish Government. As of December 31, 2018, the amounts, if any, resulting from the settlement of these pending claims could not be reasonably determined by management and legal counsel.

NOTE 18 CRIMINAL COURT

Louisiana Revised Statute 15:571.11 requires that one-half of any balance remaining in the Criminal Court, a component unit, at year-end be transferred to the parish General Fund. No money shall be paid out of the account, except upon order or warrant of the district judge and district attorney, as provided by the statute. At December 31, 2018, there was a fund balance of \$27,382 in the Criminal Court Fund; therefore, \$13,691 is due the General Fund.

NOTE 19 COMMUNITY ACTION AGENCY

As of August 1, 2018, all assets, liabilities, and results of operations of the St. Landry Parish Community Action Agency were transferred to a special revenue fund of St. Landry Parish Government.

REQUIRED SUPPLEMENTARY INFORMATION

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
General Fund

Budgetary Comparison Schedule
Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

	2018				2017 Actual
	Budget		Actual	Variance - Favorable (Unfavorable)	
	Original	Final			
Revenues:					
Ad valorem taxes	\$ 1,835,183	\$ 1,886,879	\$ 1,889,381	\$ 2,502	\$ 1,835,183
Alcohol tax	15,181	9,616	15,123	5,507	15,220
Royalties, commissions and franchise taxes	262,798	253,595	269,077	15,482	280,405
Fines, fees, and forfeits	372,513	295,686	384,303	88,617	536,832
Federal grants	630,000	779,625	727,319	(52,306)	1,312,189
Licenses and permits	368,795	308,818	303,073	(5,745)	306,970
State revenues -					
State revenue sharing (net)	80,405	88,987	87,897	(1,090)	90,042
Grants	-	-	-	-	2,470
Severance tax	310,909	341,555	398,016	56,461	315,912
2% fire insurance rebate	357,126	326,610	326,610	-	357,126
Insurance premium tax	-	-	295,217	295,217	285,985
Video poker	610,456	609,876	664,960	55,084	629,174
Use of money and property	1,068	1,665	24,303	22,638	27,618
Other revenues	<u>842,784</u>	<u>849,663</u>	<u>467,826</u>	<u>(381,837)</u>	<u>424,407</u>
Total revenues	<u>5,687,218</u>	<u>5,752,575</u>	<u>5,853,105</u>	<u>100,530</u>	<u>6,419,533</u>
Expenditures:					
Current -					
General government	5,400,761	5,196,743	4,510,084	686,659	4,837,842
Public safety	1,131,505	832,609	792,909	39,700	1,183,902
Public works	-	-	13,010	(13,010)	17,138
Health and welfare	525,000	525,000	600,289	(75,289)	573,604
Capital outlay	89,391	6,129	89,760	(83,631)	-
Debt service	-	-	-	-	11,437
Principal	-	-	-	-	11,437
Interest	<u>20,000</u>	<u>14,164</u>	<u>9,199</u>	<u>4,965</u>	<u>5,633</u>
Total expenditures	<u>7,166,657</u>	<u>6,574,645</u>	<u>6,015,251</u>	<u>559,394</u>	<u>6,629,556</u>
Excess (deficiency) of revenues over expenditures	<u>(1,479,439)</u>	<u>(822,070)</u>	<u>(162,146)</u>	<u>659,924</u>	<u>(210,023)</u>
Other financing sources (uses):					
Administrative fees	274,867	257,624	262,820	5,196	287,758
Operating transfers in	815,000	93,250	118,806	25,556	92,085
Operating transfers out	<u>(175,000)</u>	<u>(75,000)</u>	<u>(74,430)</u>	<u>570</u>	<u>(67,000)</u>
Total other financing sources (uses)	<u>914,867</u>	<u>275,874</u>	<u>307,196</u>	<u>31,322</u>	<u>312,843</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	(564,572)	(546,196)	145,050	691,246	102,820
Fund balance, beginning	<u>1,949,409</u>	<u>1,949,409</u>	<u>1,949,409</u>	<u>-</u>	<u>1,818,194</u>
Fund balance, ending	<u>\$ 1,384,837</u>	<u>\$ 1,403,213</u>	<u>\$ 2,094,459</u>	<u>\$ 691,246</u>	<u>\$ 1,921,014</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Road and Bridge Maintenance Fund

Budgetary Comparison Schedule
Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

	2018				2017 Actual
	Budget		Actual	Variance - Favorable (Unfavorable)	
	Original	Final			
Revenues:					
Slot tax	\$ 1,452,612	\$ 1,438,597	\$ 1,424,428	\$ (14,169)	\$ 1,433,220
Licenses and permits	-	-	200	200	-
State revenues:					
Parish transportation funds	784,505	665,141	768,147	103,006	745,863
Grants	-	14,268	14,268	-	-
Use of money and property	179	221	279	58	179
Other revenues	<u>4,720</u>	<u>169,182</u>	<u>241,567</u>	<u>72,385</u>	<u>152,043</u>
Total revenues	<u>2,242,016</u>	<u>2,287,409</u>	<u>2,448,889</u>	<u>161,480</u>	<u>2,331,305</u>
Expenditures:					
Current -					
Public works	2,092,016	2,172,431	1,964,598	207,833	2,288,523
Debt service					
Principal	-	-	-	-	11,437
Interest	-	-	-	-	4,137
Capital outlay	<u>150,000</u>	<u>114,978</u>	<u>103,112</u>	<u>11,866</u>	<u>-</u>
Total expenditures	<u>2,242,016</u>	<u>2,287,409</u>	<u>2,067,710</u>	<u>219,699</u>	<u>2,304,097</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>381,179</u>	<u>381,179</u>	<u>27,208</u>
Other financing sources (uses):					
Administrative fees	<u>-</u>	<u>-</u>	<u>(9,648)</u>	<u>(9,648)</u>	<u>(35,924)</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>(9,648)</u>	<u>(9,648)</u>	<u>(35,924)</u>
Excess (deficiency) of revenues and other sources over expenditures and other uses	<u>-</u>	<u>-</u>	<u>371,531</u>	<u>371,531</u>	<u>(8,716)</u>
Fund balance, beginning	<u>165,078</u>	<u>165,078</u>	<u>165,078</u>	<u>-</u>	<u>173,788</u>
Fund balance, ending	<u>\$ 165,078</u>	<u>\$ 165,078</u>	<u>\$ 536,609</u>	<u>\$ 371,531</u>	<u>\$ 165,072</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Health Unit Maintenance Fund

Budgetary Comparison Schedule
Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

	2018				
	Budget		Actual	Variance -	2017 Actual
	Original	Final		Favorable (Unfavorable)	
Revenues:					
Ad valorem taxes	\$ 1,273,983	\$ 1,334,637	\$ 1,345,916	\$ 11,279	\$ 1,326,739
Licenses and permits	-	-	23,141	23,141	-
State revenues:					
State revenue sharing (net)	54,737	60,437	59,600	(837)	61,155
Grants	-	2,000	7,000		
Use of money and property	669	1,360	1,256	(104)	533
Other revenues	<u>130,458</u>	<u>369,825</u>	<u>390,525</u>	<u>20,700</u>	<u>177,299</u>
Total revenues	<u>1,459,847</u>	<u>1,768,259</u>	<u>1,827,438</u>	<u>54,179</u>	<u>1,565,726</u>
Expenditures:					
Current -					
Health and welfare	1,374,155	1,306,841	1,289,004	17,837	1,316,865
Capital outlay	27,298	198,688	82,460	116,228	575
Debt service					
Principal	-	-	-	-	11,437
Interest	-	-	-	-	4,137
Total expenditures	<u>1,401,453</u>	<u>1,505,529</u>	<u>1,371,464</u>	<u>134,065</u>	<u>1,333,014</u>
Excess of revenues expenditures	<u>58,394</u>	<u>262,730</u>	<u>455,974</u>	<u>193,244</u>	<u>232,712</u>
Other financing sources (uses):					
Administrative fees	<u>(58,394)</u>	<u>(62,730)</u>	<u>(64,285)</u>	<u>(1,555)</u>	<u>(62,629)</u>
Total other financing sources	<u>(58,394)</u>	<u>(62,730)</u>	<u>(64,285)</u>	<u>(1,555)</u>	<u>(62,629)</u>
Excess of revenues and other sources over expenditures and other uses	-	200,000	391,689	191,689	170,083
Fund balance, beginning	<u>1,125,367</u>	<u>1,125,367</u>	<u>1,125,367</u>	-	<u>955,284</u>
Fund balance, ending	<u>\$ 1,125,367</u>	<u>\$ 1,325,367</u>	<u>\$ 1,517,056</u>	<u>\$ 191,689</u>	<u>\$ 1,125,367</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Airport Maintenance Fund

Budgetary Comparison Schedule
Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

	2018		Actual	Variance - Favorable (Unfavorable)	2017 Actual
	Budget				
	Original	Final			
Revenues:					
Slot tax	\$ 35,551	\$ 39,847	\$ 38,848	\$ (999)	\$ 39,088
Fines, fees, and forfeitures	204,471	209,038	202,448	(6,590)	223,901
Federal grants	130,244	181,127	155,975	(25,152)	756,112
State revenues:					
Grants	592,150	319,102	290,220	(28,882)	86,776
Use of money and property	71	59	75	16	875
Other revenues	-	-	-	-	-
Total revenues	<u>962,487</u>	<u>749,173</u>	<u>687,566</u>	<u>(61,607)</u>	<u>1,106,752</u>
Expenditures:					
Current -					
General government	357,649	319,099	716,072	(396,973)	283,969
Capital outlay	671,838	497,074	3,500	493,574	838,677
Debt service					
Principal	-	-	-	-	4,688
Interest	-	-	-	-	1,647
Total expenditures	<u>1,029,487</u>	<u>816,173</u>	<u>719,572</u>	<u>96,601</u>	<u>1,128,981</u>
Excess of revenues expenditures	<u>(67,000)</u>	<u>(67,000)</u>	<u>(32,006)</u>	<u>34,994</u>	<u>(22,229)</u>
Other financing sources (uses):					
Operating transfers in	<u>67,000</u>	<u>67,000</u>	<u>67,000</u>	<u>-</u>	<u>67,000</u>
Total other financing sources	<u>67,000</u>	<u>67,000</u>	<u>67,000</u>	<u>-</u>	<u>67,000</u>
Excess of revenues and other sources over expenditures and other uses	-	-	34,994	34,994	44,771
Fund balance, beginning	<u>(59,539)</u>	<u>(59,539)</u>	<u>(59,539)</u>	<u>-</u>	<u>(104,310)</u>
Fund balance, ending	<u>\$ (59,539)</u>	<u>\$ (59,539)</u>	<u>\$ (24,545)</u>	<u>\$ 34,994</u>	<u>\$ (59,539)</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Road District No. 1 Sales Tax Fund

Budgetary Comparison Schedule
Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

	2018				
	Budget		Actual	Variance - Favorable (Unfavorable)	2017 Actual
	Original	Final			
Revenues:					
Sales tax	\$ 6,264,896	\$ 6,944,542	\$ 6,864,206	\$ (80,336)	\$ 6,293,642
State revenues:					
Use of money and property	<u>2,313</u>	<u>3,108</u>	<u>3,932</u>	<u>824</u>	<u>2,203</u>
Total revenues	<u>6,267,209</u>	<u>6,947,650</u>	<u>6,868,138</u>	<u>(79,512)</u>	<u>6,295,845</u>
Expenditures:					
Current -					
Public works	-	-	-	-	-
Total expenditures	-	-	-	-	-
Excess of revenues expenditures	<u>6,267,209</u>	<u>6,947,650</u>	<u>6,868,138</u>	<u>(79,512)</u>	<u>6,295,845</u>
Other financing sources (uses):					
Operating transfers out	<u>(7,215,992)</u>	<u>(6,136,757)</u>	<u>(6,066,925)</u>	<u>69,832</u>	<u>(7,084,175)</u>
Total other financing sources	<u>(7,215,992)</u>	<u>(6,136,757)</u>	<u>(6,066,925)</u>	<u>69,832</u>	<u>(7,084,175)</u>
Excess of revenues and other sources over expenditures and other uses	(948,783)	810,893	801,213	(9,680)	(788,330)
Fund balance, beginning	<u>2,260,272</u>	<u>2,260,272</u>	<u>2,260,272</u>	-	<u>3,048,602</u>
Fund balance, ending	<u>\$ 1,311,489</u>	<u>\$ 3,071,165</u>	<u>\$ 3,061,485</u>	<u>\$ (9,680)</u>	<u>\$ 2,260,272</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
WIOA Fund

Budgetary Comparison Schedule
Year Ended December 31, 2018
With Comparative Actual Amounts for the Year Ended December 31, 2017

	2018				
	Budget		Actual	Variance - Favorable (Unfavorable)	2017 Actual
	Original	Final			
Revenues:					
Federal grants	<u>\$ 3,600,000</u>	<u>\$ 3,600,000</u>	<u>\$ 3,572,804</u>	<u>\$ (27,196)</u>	<u>\$ 2,733,205</u>
Total revenues	<u>3,600,000</u>	<u>3,600,000</u>	<u>3,572,804</u>	<u>(27,196)</u>	<u>2,733,205</u>
Expenditures:					
Current -					
General government	700,000	700,000	671,368	28,632	419,412
Education	<u>2,900,000</u>	<u>2,900,000</u>	<u>2,908,260</u>	<u>(8,260)</u>	<u>2,394,237</u>
Total expenditures	<u>3,600,000</u>	<u>3,600,000</u>	<u>3,579,628</u>	<u>(8,260)</u>	<u>2,813,649</u>
Excess of revenues expenditures	<u>-</u>	<u>-</u>	<u>(6,824)</u>	<u>(6,824)</u>	<u>(80,444)</u>
Other financing sources (uses):					
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues and other sources over expenditures and other uses	-	-	(6,824)	(6,824)	(80,444)
Fund balance, beginning	<u>13,064</u>	<u>13,064</u>	<u>13,064</u>	<u>-</u>	<u>93,508</u>
Fund balance, ending	<u>\$ 13,064</u>	<u>\$ 13,064</u>	<u>\$ 6,240</u>	<u>\$ (6,824)</u>	<u>\$ 13,064</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Notes to Budgetary Comparison Schedules
Year Ended December 31, 2018

NOTE 1 BUDGETS AND BUDGETARY ACCOUNTING

The Parish Government uses the following procedures in establishing the budgetary data reflected in the financial statements.

1. Prior to November 1, each Department Head submits a proposed operating budget for the ensuing year. The operating budget includes proposed expenditures and the means of financing them.
2. A public hearing is conducted to obtain taxpayer comments.
3. The budget is then legally enacted through passage of a resolution.
4. An amendment involving the transfer of monies from one department to another or from one program or function to another or any other increases in expenditures exceeding amounts estimated must be approved by the Parish Council.
5. Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America.
6. The budget is employed as a management control device during the year that assists its users in financial activity analysis.

All budget appropriations lapse at year-end. The budgets presented are the originally adopted budget and the final budget (which has been adjusted for legally authorized revisions during the year).

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Proportionate Share of Net Pension Liability
Year Ended December 31, 2018

Year Ended December 31	Proportion of the net pension liability	Proportionate share of the net pension liability(asset)	Covered employee payroll	Share of the net pension liability(asset) as a percentage of its covered employee payroll	Plan fiduciary net position as a percentage of the total pension liability(asset)
2015	0.757757%	\$ 187,309	\$ 3,792,731	4.94%	99.15%
2016	0.663124%	1,596,292	3,595,568	44.4%	92.23%
2017	0.631099%	1,299,757	3,501,932	37.1%	93.25%
2018	0.577437%	(428,600)	3,545,487	-12.1%	-101.98%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Contributions
Year Ended December 31, 2018

Year Ended December 31	Contractually required contribution	Contributions relative to contractually required contribution	Contribution deficiency (excess)	Covered employee payroll	Contributions as a percentage of covered employee payroll
2015	\$ 549,903	\$ 549,903	\$ -	\$3,792,731	14.50%
2016	467,423	467,423	-	3,595,568	13.00%
2017	459,003	459,003	-	3,501,932	13.11%
2018	407,731	407,731	-	3,545,487	11.50%

This schedule is intended to show information for 10 years. Additional years will be displayed as they become available.

OTHER SUPPLEMENTARY INFORMATION

NONMAJOR GOVERNMENTAL FUNDS

NONMAJOR SPECIAL REVENUE FUNDS

Jail Maintenance Fund

The Jail Maintenance Fund accounts for the operations of the parish jail. Financing is provided primarily by ad valorem taxes and state revenue sharing funds.

Road District Maintenance Funds

The Road District Maintenance Funds account for the construction and maintenance of roads located within each respective road district. Funding is provided by ad valorem taxes levied against properties located within the districts and by state revenue sharing funds.

Coroner's Operational Fund

The Coroner's Operational Fund, established by Louisiana Revised Statute 33:1572(B), accounts for funds collected and remitted by the sheriff or clerk of court for the purpose of defraying the operational costs of the coroner of St. Landry Parish.

Community Action Programs

The Community Action Agency Fund accounts for federal, state, and local funds received for providing various forms of assistance to the elderly and poor of St. Landry Parish.

Veterans' Memorial Fund

The Veterans' Memorial Fund accounts for donations received for the purpose of constructing a Veterans' Memorial Park.

Harry Guilbeau Area Economic Development District Trust Fund

The Harry Guilbeau Economic Development District Trust Fund accounts for sales and use taxes levied to fund economic development projects selected by the district in accordance with La. R.S. 33:9038.

Delta Grand Maintenance Fund

The Delta Grand Maintenance Fund accounts for funds available to refurbish and maintain the Delta Grand Theater.

First Hospital District

The First Hospital District Fund accounts for funds to establish a French immersion center in promotion of economic development in St. Landry Parish.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Nonmajor Special Revenue Funds

Combining Balance Sheet
December 31, 2018

	<u>Jail Maintenance</u>	<u>Road District Maintenance</u>	<u>Coroner's Operational</u>	<u>Community Action Agency</u>
ASSETS				
Cash	\$ 8,460	\$ 1,286,879	\$ 432	\$ 30,904
Receivables	626,862	1,073,280	200	40,038
Prepays	3,475	-	-	-
Due from other funds	<u>3,031</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 641,828</u>	<u>\$ 2,360,159</u>	<u>\$ 632</u>	<u>\$ 70,942</u>
 LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts payable	\$ 23,838	\$ 75,061	\$ 600	\$ 213,765
Due to other funds	14,163	6,460	-	169,074
Due to other agency	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>38,001</u>	<u>81,521</u>	<u>600</u>	<u>382,839</u>
Fund balance:				
Nonspendable:				
Prepays	3,475	-	-	-
Restricted for:				
Other general government	-	-	-	-
Public works	-	2,278,638	-	-
Public safety	600,352	-	32	-
Transportation	-	-	-	127,840
Health and welfare	-	-	-	17,318
Unrestricted	<u>-</u>	<u>-</u>	<u>-</u>	<u>(457,055)</u>
Total fund balances	<u>603,827</u>	<u>2,278,638</u>	<u>32</u>	<u>(311,897)</u>
 Total liabilities and fund balance	 <u>\$ 641,828</u>	 <u>\$ 2,360,159</u>	 <u>\$ 632</u>	 <u>\$ 70,942</u>

<u>Veterans' Memorial</u>	<u>Harry Guilbeau Area Economic Development Trust</u>	<u>Delta Grand Maintenance</u>	<u>First Hospital District</u>	<u>Total</u>
\$ 1,408	\$ 107,848	\$ 99,875	\$ -	\$ 1,535,806
-	165,564	40,803	-	1,946,747
-	-	55	-	3,530
-	-	-	-	3,031
<u>\$ 1,408</u>	<u>\$ 273,412</u>	<u>\$ 140,733</u>	<u>\$ -</u>	<u>\$ 3,489,114</u>
\$ -	\$ -	\$ 2,114	\$ -	\$ 315,378
-	-	13,204	93,081	295,982
-	273,412	-	-	273,412
-	<u>273,412</u>	<u>15,318</u>	<u>93,081</u>	<u>884,772</u>
-	-	55	-	3,530
1,408	-	-	-	1,408
-	-	125,360	-	2,403,998
-	-	-	-	600,384
-	-	-	-	127,840
-	-	-	-	17,318
-	-	-	(93,081)	(550,136)
<u>1,408</u>	<u>-</u>	<u>125,415</u>	<u>(93,081)</u>	<u>2,604,342</u>
<u>\$ 1,408</u>	<u>\$ 273,412</u>	<u>\$ 140,733</u>	<u>\$ -</u>	<u>\$ 3,489,114</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Nonmajor Special Revenue Funds

Combining Statement of Revenues, Expenditures and
Changes in Fund Balances
Year Ended December 31, 2018

	Jail Maintenance	Road District Maintenance	Coroner's Operational	Community Action Agency
Revenues:				
Ad valorem taxes	\$ 619,822	\$ 1,053,115	\$ -	\$ -
Fines, fees, and forfeitures	-	-	2,268	-
Intergovernmental revenues -				
Federal grants	-	-	-	401,557
State revenues:				
State revenue sharing (net)	27,469	80,084	-	-
Use of money and property	427	3,074	2	4
Other revenues	-	-	-	3,680
Total revenues	<u>647,718</u>	<u>1,136,273</u>	<u>2,270</u>	<u>405,241</u>
Expenditures:				
General government	527,442	-	-	448,658
Public safety	-	-	3,000	-
Public works	-	1,024,488	-	-
Capital outlay	<u>64,721</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>592,163</u>	<u>1,024,488</u>	<u>3,000</u>	<u>448,658</u>
Excess (deficiency) of revenues over expenditures	<u>55,555</u>	<u>111,785</u>	<u>(730)</u>	<u>(43,417)</u>
Other financing sources (uses):				
Administrative fees	(25,909)	(45,451)	-	-
Operating transfers in	-	-	-	7,430
Operating transfers out	-	-	-	-
Total other financing sources (uses)	<u>(25,909)</u>	<u>(45,451)</u>	<u>-</u>	<u>7,430</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	29,646	66,334	(730)	(35,987)
Equity transfer	-	-	-	(275,910)
Fund balance, beginning	<u>574,181</u>	<u>2,212,304</u>	<u>762</u>	<u>-</u>
Fund balance, ending	<u>\$ 603,827</u>	<u>\$ 2,278,638</u>	<u>\$ 32</u>	<u>\$ (311,897)</u>

Veterans' Memorial	Harry Guilbeau Area Economic Development Trust	Delta Grand Maintenance	First Hospital District	Total
\$ -	\$ -	\$ -	\$ -	\$ 1,672,937
-	-	-	-	2,268
-	-	-	-	401,557
-	-	209,669	-	317,222
-	-	175	-	3,682
<u>4,475</u>	<u>1,462,542</u>	<u>22,700</u>	<u>5</u>	<u>1,493,402</u>
<u>4,475</u>	<u>1,462,542</u>	<u>232,544</u>	<u>5</u>	<u>3,891,068</u>
15,878	1,462,542	-	9,578	2,464,098
-	-	-	-	3,000
-	-	40,334	-	1,064,822
-	-	11,200	-	75,921
<u>15,878</u>	<u>1,462,542</u>	<u>51,534</u>	<u>9,578</u>	<u>3,607,841</u>
<u>(11,403)</u>	<u>-</u>	<u>181,010</u>	<u>(9,573)</u>	<u>283,227</u>
-	-	(9,302)	-	(80,662)
-	-	-	-	7,430
-	-	(118,806)	-	(118,806)
-	-	(128,108)	-	(192,038)
(11,403)	-	52,902	(9,573)	91,189
-	-	-	-	(275,910)
<u>12,811</u>	<u>-</u>	<u>72,513</u>	<u>(83,508)</u>	<u>2,789,063</u>
<u>\$ 1,408</u>	<u>\$ -</u>	<u>\$ 125,415</u>	<u>\$ (93,081)</u>	<u>\$ 2,604,342</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Nonmajor Special Revenue Funds
Road District Maintenance Funds

Combining Balance Sheet
December 31, 2018

	Road District 12 of Ward 2	Road District 1 of Ward 3	Sub-Road District 1 of Road District 3 of Ward 1
ASSETS			
Cash	\$ 89,203	\$ 182,365	\$ 86,398
Receivables	<u>227,952</u>	<u>280,088</u>	<u>118,834</u>
Total assets	<u>\$ 317,155</u>	<u>\$ 462,453</u>	<u>\$ 205,232</u>
LIABILITIES AND FUND BALANCE			
Liabilities:			
Accounts payable	\$ 8,592	\$ 33,282	\$ 3,781
Due to other funds	<u>489</u>	<u>1,110</u>	<u>2,162</u>
Total liabilities	<u>9,081</u>	<u>34,392</u>	<u>5,943</u>
Fund balance:			
Restricted for:			
Public works (road maintenance)	<u>308,074</u>	<u>428,061</u>	<u>199,289</u>
Total liabilities and fund balance	<u>\$ 317,155</u>	<u>\$ 462,453</u>	<u>\$ 205,232</u>

Sub-Road District 1 of Road District 11-A	Sub-Road District 2 of Road District 11-A of Ward 1	Road District 4	Total
\$ 458,997	\$ 460,937	\$ 8,979	\$ 1,286,879
<u>260,030</u>	<u>186,376</u>	<u>-</u>	<u>1,073,280</u>
<u>\$ 719,027</u>	<u>\$ 647,313</u>	<u>\$ 8,979</u>	<u>\$ 2,360,159</u>
\$ 17,284	\$ 12,122	\$ -	\$ 75,061
<u>2,448</u>	<u>251</u>	<u>-</u>	<u>6,460</u>
<u>19,732</u>	<u>12,373</u>	<u>-</u>	<u>81,521</u>
<u>699,295</u>	<u>634,940</u>	<u>8,979</u>	<u>2,278,638</u>
<u>\$ 719,027</u>	<u>\$ 647,313</u>	<u>\$ 8,979</u>	<u>\$ 2,360,159</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Nonmajor Special Revenue Funds
Road District Maintenance Funds

Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Year Ended December 31, 2018

	Road District 12 of Ward 2	Road District 1 of Ward 3	Sub-Road District 1 of Road District 3 of Ward 1
Revenues:			
Ad valorem taxes	\$ 224,398	\$ 271,434	\$ 112,421
Intergovernmental revenues -			
State revenue sharing (net)	16,890	29,987	9,197
Use of money and property	304	465	203
Total revenues	241,592	301,886	121,821
Expenditures:			
Public works	210,395	269,373	52,195
Total expenditures	210,395	269,373	52,195
Excess (deficiency) of revenues over expenditures	31,197	32,513	69,626
Other financing sources (uses):			
Administrative fees	(9,664)	(12,075)	(4,873)
Total other financing sources (uses)	(9,664)	(12,075)	(4,873)
Excess (deficiency) of revenues and other sources over expenditures and other uses	21,533	20,438	64,753
Fund balance, beginning	286,541	407,623	134,536
Fund balance, ending	\$ 308,074	\$ 428,061	\$ 199,289

<u>Sub-Road District 1 of Road District 11-A</u>	<u>Sub-Road District 2 of Road District 11-A of Ward 1</u>	<u>Road District 4</u>	<u>Total</u>
\$ 258,560	\$ 186,302	\$ -	\$ 1,053,115
15,022	8,988	-	80,084
<u>1,061</u>	<u>1,024</u>	<u>17</u>	<u>3,074</u>
<u>274,643</u>	<u>196,314</u>	<u>17</u>	<u>1,136,273</u>
<u>281,111</u>	<u>211,414</u>	<u>-</u>	<u>1,024,488</u>
<u>281,111</u>	<u>211,414</u>	<u>-</u>	<u>1,024,488</u>
<u>(6,468)</u>	<u>(15,100)</u>	<u>17</u>	<u>111,785</u>
<u>(10,986)</u>	<u>(7,853)</u>	<u>-</u>	<u>(45,451)</u>
<u>(10,986)</u>	<u>(7,853)</u>	<u>-</u>	<u>(45,451)</u>
(17,454)	(22,953)	17	66,334
<u>716,749</u>	<u>657,893</u>	<u>8,962</u>	<u>2,212,304</u>
<u>\$ 699,295</u>	<u>\$ 634,940</u>	<u>\$ 8,979</u>	<u>\$ 2,278,638</u>

**DISCRETELY PRESENTED
COMPONENT UNITS**

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Discretely Presented Component Units

Combining Balance Sheet
December 31, 2018

	<u>Tourist Commission</u>	<u>Criminal Court</u>	<u>Agricultural Arena Authority</u>
ASSETS AND OTHER DEBITS			
Cash	\$ 352,267	\$ 27,382	\$ 2,351
Receivables	61,487	4,462	-
Land, buildings, equipment and improvements	1,891,783	-	116,915
Other debits:			
Amount to be provided for general long-term debt obligations	<u>707,500</u>	<u>-</u>	<u>-</u>
Total assets and other debits	<u>\$ 3,013,037</u>	<u>\$ 31,844</u>	<u>\$ 119,266</u>
LIABILITIES, EQUITY AND OTHER CREDITS			
Liabilities:			
Accounts payable	\$ 26,155	\$ 4,462	\$ 334
Due to primary government	-	-	245
Bonds payable	<u>707,500</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>733,655</u>	<u>4,462</u>	<u>579</u>
Fund equity and other credits:			
Investment in general fixed assets	<u>1,891,783</u>	<u>-</u>	<u>116,915</u>
Fund balances:			
Restricted for:			
Economic development	387,599	-	1,772
Finance and administration	-	27,382	-
Elections	-	-	-
Public safety	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balances	<u>387,599</u>	<u>27,382</u>	<u>1,772</u>
Total fund equity and other credits	<u>2,279,382</u>	<u>27,382</u>	<u>118,687</u>
Total liabilities, equity and other credits	<u>\$ 3,013,037</u>	<u>\$ 31,844</u>	<u>\$ 119,266</u>

Registrar of Voters	Fire Protection District No. 6	Total
\$ 42,484	\$ 811,667	\$ 1,236,151
6,524	355,373	427,846
14,699	834,244	2,857,641
-	-	707,500
\$ 63,707	\$ 2,001,284	\$ 5,229,138
\$ 62	\$ 11,752	\$ 42,765
-	-	245
-	-	707,500
62	11,752	750,510
14,699	834,244	2,857,641
-	-	389,371
-	-	27,382
48,946	-	48,946
-	1,155,288	1,155,288
48,946	1,155,288	1,620,987
63,645	1,989,532	4,478,628
\$ 63,707	\$ 2,001,284	\$ 5,229,138

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Discretely Presented Component Units

Reconciliation of Governmental Funds
Balance Sheet to the Statement of Net Position
December 31, 2018

Total fund balances for governmental funds at December 31, 2018		\$ 1,620,987
Total net assets reported for governmental activities in the statement of net position is different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Those assets consist of:		
Land and work in progress	\$ 18,000	
Buildings, net of \$826,855 accumulated depreciation	2,376,773	
Equipment, furniture, and fixtures net of \$618,941 accumulated depreciation	453,848	
Vehicles, net of \$25,620 accumulated depreciation	-	
Improvements other than buildings, net of \$41,323 accumulated depreciation	<u>9,020</u>	2,857,641
Bonds payable	(707,500)	
Accrued interest payable	<u>(10,233)</u>	
		<u>(717,733)</u>
Total net position of governmental activities at December 31, 2018		<u>\$ 3,760,895</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
Discretely Presented Component Units

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
December 31, 2018

	St. Landry Parish Tourist Commission	Criminal Court	Agricultural Arena Authority
Revenues:			
Ad valorem taxes	\$ -	\$ -	\$ -
Fines, fees, and forfeitures	-	95,498	-
Racino	-	-	-
Hotel/motel tax	557,751	-	-
Intergovernmental revenues -			
State revenues -			
State revenue sharing	-	-	-
Use of money and property	207	46	6,124
Other revenues	<u>33,294</u>	<u>-</u>	<u>-</u>
Total revenues	<u>591,252</u>	<u>95,544</u>	<u>6,124</u>
Expenditures:			
General government -			
Finance and administrative	-	90,343	10,123
Public safety	-	-	-
Economic development and assistance	459,331	-	-
Capital outlay	44,500	-	-
Debt service:			
Principal	197,500	-	-
Interest and fiscal charges	<u>48,031</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>749,362</u>	<u>90,343</u>	<u>10,123</u>
Excess (deficiency) of revenues over expenditures	<u>(158,110)</u>	<u>5,201</u>	<u>(3,999)</u>
Other financing uses:			
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other financing uses	(158,110)	5,201	(3,999)
Fund balances, beginning	<u>545,709</u>	<u>22,181</u>	<u>5,771</u>
Fund balances, ending	<u>\$ 387,599</u>	<u>\$ 27,382</u>	<u>\$ 1,772</u>

Registrar of Voters	Fire Protection District No. 6	Total
\$ -	\$ 363,886	\$ 363,886
-	-	95,498
38,848	-	38,848
-	-	557,751
-	8,289	8,289
63	1,300	7,740
<u>702</u>	<u>19,231</u>	<u>53,227</u>
<u>39,613</u>	<u>392,706</u>	<u>1,125,239</u>
-	-	100,466
11,642	323,797	335,439
-	-	459,331
3,408	10,816	58,724
-	-	197,500
-	-	48,031
<u>15,050</u>	<u>334,613</u>	<u>1,199,491</u>
<u>24,563</u>	<u>58,093</u>	<u>(74,252)</u>
-	-	-
-	-	-
24,563	58,093	(74,252)
<u>24,383</u>	<u>1,097,195</u>	<u>1,695,239</u>
<u>\$ 48,946</u>	<u>\$ 1,155,288</u>	<u>\$ 1,620,987</u>

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana
All Discretely Presented Component Units

Reconciliation of Statement of Revenues, Expenditures, and
Changes in Fund Balances of Governmental Funds
to the Statement of Activities
Year Ended December 31, 2018

Total net changes in fund balances at December 31, 2018 per Statement of Revenues, Expenditures and Changes in Fund Balances		\$ (74,252)
The change in net assets reported for governmental activities in the statement of activities is different because:		
<p style="margin-left: 40px;">Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.</p>		
Capital outlay which is considered expenditures on Statement of Revenues, Expenditures and Changes in Fund Balances	\$ 55,316	
Depreciation expense for the year ended December 31, 2018	<u>\$ (201,568)</u>	(146,252)
<p style="margin-left: 40px;">Governmental funds report bonded debt repayments as expenditures. However, those expenditures do not appear in the statement of activities since the payments are applied against the bond payable balance on the statement of net position</p>		
		197,500
Difference between interest on long-term debt on modified accrual basis versus interest on long-term debt on accrual basis		<u>6,834</u>
Total changes in net position at December 31, 2018 per Statement of Activities		<u>\$ (16,170)</u>

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ADDITIONAL INFORMATION

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Compensation, Benefits, and Other Payments to Agency Head
Year Ended December 31, 2018

William K. "Bill" Fontenot, Parish President	
<u>Purpose</u>	<u>Amount</u>
Salary	\$ 105,000
Reimbursements - Cell phone	841
Reimbursements - Travel, meals, and lodging	5,990

**INTERNAL CONTROL, COMPLIANCE
AND
OTHER GRANT INFORMATION**



OTHER LOCATIONS:

Lafayette Morgan City Abbeville

Independent Auditor's Report on Internal Control over
Financial Reporting and on Compliance and Other
Matters Based on an Audit of Financial Statements
Performed in Accordance with *Government Auditing Standards*

The Honorable William K. "Bill" Fontenot, President
and Members of the Parish Council
St. Landry Parish Government
Opelousas, Louisiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of St. Landry Parish Government, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise St. Landry Parish Government's basic financial statements, and have issued our report thereon dated June 27, 2019.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered St. Landry Parish Government's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of St. Landry Parish Government's internal control. Accordingly, we do not express an opinion on the effectiveness of St. Landry Parish Government's internal control.

A deficiency *in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs, that we consider to be a material weakness and is identified as item 2018-002.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether St. Landry Parish Government's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed one instance of noncompliance or other matters that is required to be reported under *Government Auditing Standards* and which is described in the accompanying schedule of findings and questioned costs as item 2018-001.

Response to Findings

St. Landry Parish Government's response to the findings identified in our audit is described in the accompanying management's corrective action plan on pages 88 and 89. St. Landry Parish Government's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Dannall, Sikes, & Frederick
A Corporation of Certified Public Accountants

Eunice, Louisiana
June 27, 2019



OTHER LOCATIONS:

Lafayette Morgan City Abbeville

Independent Auditor's Report on Compliance for each Major Program
And on Internal Control over Compliance
Required by Uniform Guidance

The Honorable William K. "Bill" Fontenot, President
and Members of the Parish Council
St. Landry Parish Government
Opelousas, Louisiana

Report on Compliance for Each Major Federal Program

We have audited St. Landry Parish Government's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of St. Landry Parish Government's major federal programs for the year ended December 31, 2018. St. Landry Parish Government's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of St. Landry Parish Government's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about St. Landry Parish Government's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of St. Landry Parish Government's compliance.

Opinion on Each Major Federal Program

In our opinion, St. Landry Parish Government, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2018.

Report on Internal Control Over Compliance

Management of St. Landry Parish Government, is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered St. Landry Parish Government's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of St. Landry Parish Government's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose. However, under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of St. Landry Parish Government, as of and for the year ended December 31, 2018, and the related notes to the financial statements, which collectively comprise St. Landry Parish Government's basic financial statements. We issued our report thereon dated June 27, 2019, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records

used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Dannall, Sikes, & Frederick

A Corporation of Certified Public Accountants

Eunice, Louisiana

June 27, 2019

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Prior Year Findings and Questioned Costs
Year ended December 31, 2018

Section I Internal Control and Compliance Material to the Financial Statements

2017-001 Safeguarding of Assets

This issue has been resolved.

2017-002 Facility Usage Agreements

This issue has been resolved.

2017-003 Sales Tax Dedication

This issue has been resolved.

2017-004 Sales Tax Remittance

This issue has been resolved.

2017-005 Budget Variance

See current year finding 2018-001

2017-006 Telecommunications and Data Processing Procurement Law

This issue has been resolved.

2017-007 State Bond Commission Approval

This issue has been resolved.

2017-008 Data Server Procurement

This issue has been resolved.

2017-009 Cash Collections

See current year finding 2018-002.

Section II Internal Control And Compliance Material To Federal Awards

This section is not applicable for the year ended December 31, 2018.

Section III Management Letter

This section is not applicable for the year ended December 31, 2018.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Findings and Questioned Costs
Year Ended December 31, 2018

Section I Summary of Auditor's Results

FINANCIAL STATEMENTS

Auditor's Report

An unmodified opinion has been expressed on the primary government's governmental activities and each major fund financial statements as of and for the year ended December 31, 2018.

Due to the omission of the financial data of certain legally separate component units of the St. Landry Parish Government, we have expressed an adverse opinion on the aggregate discretely presented component units' opinion unit.

Significant Deficiencies - Financial Reporting

There was one significant deficiency in internal control over financial reporting disclosed during the audit of the financial statements which is shown as item 2018-002 in section II and is considered to be a material weakness.

Material Noncompliance - Financial Reporting

There was one instance of noncompliance material to the financial statements disclosed during the audit of the financial statements which is shown as item 2018-001 in Section II.

FEDERAL AWARDS

Auditor's Report - Major Programs

In our opinion, the St. Landry Parish Government, complied, in all material respects, with the requirements that are applicable to each of its major federal programs for the year ended December 31, 2018.

Major Program - Identification

St. Landry Parish Government had the following programs, at December 31, 2018, tested as major programs:

<u>Program Name</u>	<u>CFDA Number</u>
WIOA	
Adult Program	17.258
Youth Activities	17.259
Dislocated Worker	17.278

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended December 31, 2018

Section I Summary of Auditor's Results (Continued)

Major Program - Threshold

The dollar threshold to distinguish Type A and Type B programs is \$750,000 for the year ended December 31, 2018.

Low-Risk Auditee

St. Landry Parish Government is considered a low-risk auditee for the year ended December 31, 2018.

Significant Deficiencies - Major Programs

There were no significant deficiencies or material weaknesses in internal control over compliance over the major program disclosed during the audit of the financial statements.

Finding Related to Federal Programs

There were no instances of noncompliance, which are required to be reported in accordance with the Uniform Guidance, and are reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by the Uniform Guidance.

Section II Findings Relating to an Audit in Accordance With *Government Auditing Standards*

2018-001 Budget Variance

Criteria:

Louisiana R.S.39:1311 requires the governing authority to amend the budget once notified that actual expenditures and other uses exceed or actual revenues and other sources fall below budgeted amounts by five percent or more. (Note, state law exempts from the amendment requirements special revenue funds with anticipated expenditures of \$500,000 or less).

Condition:

Budget variance in the Airport Maintenance Fund exceeded the five percent threshold requiring amendments in accordance with Louisiana R.S. 39:1311.

Cause:

The Airport Maintenance Fund had actual revenues and other sources that fell below total budgeted revenues and other sources by more than five percent. This variance was primarily due to failure to receive anticipated grant funding.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Findings and Questioned Costs (Continued)
Year Ended December 31, 2018

Section II Findings Relating to an Audit in Accordance With *Government Auditing Standards*
(Continued)

2018-001 Budget Variance (Continued)

Effect:

Inaccurate budgeting counters fiscal responsibility.

Recommendation:

Revenues and expenditures should be monitored according to Louisiana R.S. 39:1311 in order to effectively advise the governing authority of any five percent variances as described in Louisiana R.S. 39:1310.

2018-002 Cash Collections

Criteria:

Best practices suggest that collections of cash be submitted and made available for deposit in a timely manner.

Condition:

The periods between collections of cash and the respective deposits for the St. Landry Parish Animal Control were found to be untimely.

Cause:

Cash is being accumulated and held for extended periods of time before being made available for deposit.

Effect:

Ineffective controls and inadequate policy over facility cash collections and deposits poses a heightened risk of misappropriation.

Recommendation:

Deposits of cash collections should be made timely based on recommendations presented by the Office of the Louisiana Legislative Auditor.

Section III Findings and Questioned Costs Relating to Federal Programs

This section not applicable for the year ended December 31, 2018.

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Management's Corrective Action Plan
Year Ended December 31, 2018

Section I Internal Control and Compliance Material to the Financial Statement

2018-001 Budget Variance

Response:

The Parish will monitor revenue and expenditures according to Louisiana R.S. 39:1311 in order to effectively advise the governing authority of any five percent variances and amend the budget accordingly as described in Louisiana R.S. 39:1310.

2018-002 Cash Collections

Response:

The Parish will strengthen policy and monitor compliance regarding timely deposits of cash collections across all locations.

Section II Internal Control and Compliance Material to Federal Awards

This section not applicable for the year ended December 31, 2018.

Section III Management Letter

This section not applicable for the year ended December 31, 2018

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Expenditures of Federal Awards
Year Ended December 31, 2018

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Disbursements/ Expenditures</u>	<u>Amounts to Subrecipients</u>
PRIMARY GOVERNMENT -			
U.S. DEPARTMENT OF HOMELAND SECURITY:			
Passed through the Department of the Military, Office of Homeland Security and Emergency Preparedness of the State of Louisiana			
Hazard Mitigation	97.039	\$ 43,949	-
State Homeland Security Program (SHGP)	97.067	51,802	-
Emergency Management Performance Grants (EMPG)	97.042	<u>31,279</u>	<u>-</u>
		<u>127,030</u>	<u>-</u>
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through the Federal Aviation Administration			
Airport Improvement Program	20.106	\$ 155,975	\$ -
Formula Grants for Rural Areas	20.509	<u>53,584</u>	<u>-</u>
		<u>209,559</u>	<u>-</u>
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			
Senior Companion Program	94.016	<u>\$ 130,651</u>	<u>188,330</u>
		<u>130,651</u>	<u>188,330</u>
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT			
Passed through the State of Louisiana Division of Administration			
Community Development Block Grant -			
Non-Entitlement Grants in Hawaii	14.228	<u>\$ 381,207</u>	<u>-</u>
		<u>381,207</u>	<u>-</u>
U.S. DEPARTMENT OF LABOR:			
Passed through Louisiana Department of Labor -			
Workforce Investment Opportunity Act			
Adult	17.258	\$ 1,109,134	\$ -
Youth	17.259	1,282,947	-
Dislocated Worker	17.278	1,129,307	-
Emergency Grants	17.277	<u>24,565</u>	<u>-</u>
		<u>3,545,953</u>	<u>-</u>

(Continued)

ST. LANDRY PARISH GOVERNMENT
Opelousas, Louisiana

Schedule of Expenditures of Federal Awards (Continued)
Year Ended December 31, 2018

<u>Grantor/Program Title</u>	<u>CFDA Number</u>	<u>Disbursements/ Expenditures</u>	<u>Amounts to Subrecipients</u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
Passed through Louisiana Department of Social Services -			
Low Income home Energy Assistance	93.568	\$ 45,770	73,407
Community Services Block Grant	93.569	<u>157,745</u>	<u>238,027</u>
		<u>203,515</u>	<u>311,434</u>
U.S. DEPARTMENT OF TRANSPORTATION			
Passed through Louisiana Department of Transportation -			
Section 18	20.509	-	<u>100,525</u>
		-	<u>100,525</u>
Total		<u>\$ 4,597,915</u>	<u>\$ 600,289</u>

NOTE 1 BASIS OF PRESENTATION

The above schedule of expenditures of federal awards includes the federal grant activity of the St. Landry Parish Government and the discretely presented component units and is presented on the same basis of accounting as described in Note 1 to the financial statements. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).



OTHER LOCATIONS:

Lafayette Morgan City Abbeville

INDEPENDENT ACCOUNTANTS' REPORT
ON APPLYING AGREED-UPON PROCEDURES

Mr. William K. "Bill" Fontenot
St. Landry Parish Government
Opelousas, Louisiana

We have performed the procedures enumerated below, which were agreed to by St. Landry Parish Government (Entity), and the Louisiana Legislative Auditor (LLA) on the control and compliance (C/C) areas identified in the LLA's Statewide Agreed-Upon Procedures (SAUPs) for the year ended December 31, 2018. The Entity's management is responsible for those C/C areas identified in the SAUPs.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and applicable standards of *Government Auditing Standards*. The sufficiency of these procedures is solely the responsibility of the specified users of this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

The procedures and associated findings are as follows:

Written Policies and Procedures

No exceptions noted during the fiscal year ended December 31, 2017 AUP engagement, therefore this section is excluded from testing this fiscal year.

Board (or Finance Committee, if applicable)

No exceptions noted during the fiscal year ended December 31, 2017 AUP engagement, therefore this section is excluded from testing this fiscal year.

Bank Reconciliations

1. Obtain a listing of client bank accounts from management and management's representation that the listing is complete:

Obtained a listing of client bank accounts from management and management provided representation that the listing is complete.

- a) Bank reconciliations include evidence that they were prepared within 2 months of the related statement closing date (e.g., initialed and dated, electronically logged);

Bank reconciliations did include evidence that they were prepared within 2 months of the related statement closing date.

- b) Bank reconciliations include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation (e.g., initialed and dated, electronically logged)

Bank reconciliations did include evidence that a member of management/board member who does not handle cash, post ledgers, or issue checks has reviewed each bank reconciliation.

- c) Management has documentation reflecting that it has researched reconciling items that have been outstanding for more than 12 months from the statement closing date, if applicable.

Two of the five bank accounts selected had reconciling items outstanding for more than 12 months, which did have evidence of management researching those items.

Collections

- 2. Obtain a listing of deposit sites for the fiscal period where deposits for cash/checks/money orders (cash) are prepared and management's representation that the listing is complete. Randomly select 5 deposit sites (or all deposit sites if less than 5).

Obtained a listing of deposit sites from management and management provided representation that the listing is complete.

- 3. For each deposit site selected, obtain a listing of collection locations and management's representation that the listing is complete. Randomly select one collection location for each deposit site (i.e. 5 collection locations for 5 deposit sites), obtain and inspect written policies and procedures relating to employee job duties (if no written policies or procedures, inquire of employees about their job duties) at each collection location, and observe that job duties are properly segregated at each collection location such that:

- a) Employees that are responsible for cash collections do not share cash drawers/registers.

Observed employees responsible for cash collections do not share cash drawers/registers.

- b) Each employee responsible for collecting cash is not responsible for preparing/making bank deposits, unless another employee/official is responsible for reconciling collection documentation (e.g. pre-numbered receipts) to the deposit.

Employee responsible for collecting cash is not responsible for preparing/making bank deposits.

- c) Each employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledgers, unless another employee/official is responsible for reconciling ledger postings to each other and to the deposit.

Employee responsible for collecting cash is not responsible for posting collection entries to the general ledger or subsidiary ledger.

- d) The employee(s) responsible for reconciling cash collections to the general ledger and/or subsidiary ledgers, by revenue source and/or agency fund additions are not responsible for collecting cash, unless another employee verifies the reconciliation.

Employee responsible for reconciling cash collections to the general ledger is not responsible for collecting cash.

4. Inquire of management that all employees who have access to cash are covered by a bond or insurance policy for theft.

Employees are covered by an insurance policy for theft.

5. Randomly select two deposit dates for each of the 5 bank accounts selected for procedure #3 under “Bank Reconciliations” above (select the next deposit date chronologically if no deposits were made on the dates randomly selected and randomly select a deposit if multiple deposits are made on the same day). *Alternately, the practitioner may use a source document other than bank statements when selecting the deposit dates for testing, such as a cash collection log, daily revenue report, receipt book, etc.* Obtain supporting documentation for each of the 10 deposits and:

- a) Observe that receipts are sequentially pre-numbered.

Noted receipts are sequentially pre-numbered.

- b) Trace sequentially pre-numbered receipts, system reports, and other related collection documentation to the deposit slip.

Traced supporting documentation to the deposit slip noting no exceptions.

- c) Trace the deposit slip total to the actual deposit per the bank statement.

For the deposit dates selected, traced the deposit slip totals to the actual deposit per the bank statement.

- d) Observe that the deposit was made within one business day of receipt at the collection location (within one week if the depository is more than 10 miles from the collection location or the deposit is less than \$100).

Cash collection documentation was obtained for the selected weeks and we noted four deposits tested were not made within one day of collection. The number of days from receipt to deposit are summarized below:

Collection Day	Number of days between receipt to deposit
1/22/2018	25
1/23/2018	24
11/20/2018	13
11/21/2018	12

- e) Trace the actual deposit per the bank statement to the general ledger.

For the deposit dates selected, traced the actual deposit per the bank statement to the general ledger.

Non-Payroll Disbursements (excluding card purchases/payments, travel reimbursements, and petty cash purchases)

6. Obtain a listing of locations that process payments for the fiscal period and management’s representation that the listing is complete. Randomly select 5 locations (or all locations if less than 5).

Obtained listing of disbursements and management provided representation that the listing is complete.

7. For each location selected under #8 above, obtain a listing of those employees involved with non-payroll purchasing and payment functions. Obtain written policies and procedures relating to employee job duties (if the agency has no written policies and procedures, inquire of employees about their job duties), and observe that job duties are properly segregated such that:
 - a) At least two employees are involved in initiating a purchase request, approving a purchase, and placing an order/making the purchase.
Observed that two employees are involved in the processes noted above.
 - b) At least two employees are involved in processing and approving payments to vendors.
Observed that two employees are involved in the processes noted above.
 - c) The employee responsible for processing payments is prohibited from adding/modifying vendor files, unless another employee is responsible for periodically reviewing changes to vendor files.
Observed that the employee responsible for processing payments is allowed access to add/modify vendor files, but another employee is responsible for periodically reviewing changes to vendor files.
 - d) Either the employee/official responsible for signing checks mails the payment or gives the signed checks to an employee to mail who is not responsible for processing payments.
Observed that the employee responsible for signing and mailing checks is not responsible for processing payments.
8. For each location selected under #8 above, obtain the District's non-payroll disbursement transaction population (excluding cards and travel reimbursements) and obtain management's representation that the population is complete. Randomly select 5 disbursements for each location, obtain supporting documentation for each transaction and:
 - a) Observe that the disbursement matched the related original invoice/billing statement.
For each selected disbursement, noted the disbursement matched the related original invoice/billing statement.
 - b) Observe that the disbursement documentation included evidence (e.g., initial/date, electronic logging) of segregation of duties tested under #9, as applicable.
For each selected disbursement, noted the disbursement documentation included evidence of segregation of duties tested under #9, as applicable.

Credit Cards/Debit Cards/Fuel Cards/P-Cards

No exceptions noted during the fiscal year ended December 31, 2017 AUP engagement, therefore this section is excluded from testing this fiscal year.

Travel and Expense Reimbursement

No exceptions noted during the fiscal year ended December 31, 2017 AUP engagement, therefore this section is excluded from testing this fiscal year.

Contracts

9. Obtain from management a listing of all agreements/contracts for professional services, materials and supplies, leases, and construction activities that were initiated or renewed during the fiscal period. *Alternately, the practitioner may use an equivalent selection source, such as an active vendor list.* Obtain management's representation that the listing is complete. Randomly select 5 contracts (or all contracts if less than 5) from the listing, excluding the practitioner's contract, and:

Obtained a listing of contracts from management and management provided representation that the listing is complete.

- a) Observe that the contract was bid in accordance with the Louisiana Public Bid Law (e.g., solicited quotes or bids, advertised), if required by law.

The five contracts selected for testing were not subject to the Louisiana Public Bid Law.

- b) Observe that the contract was approved by the governing body/board, if required by policy or law (e.g. Lawrason Act, Home Rule Charter).

Obtained documentation of approval for selected contracts as required by policy.

- c) If the contract was amended (e.g. change order), observe that the original contract terms provided for such an amendment.

Contracts selected were not amended.

- d) Randomly select one payment from the fiscal period for each of the 5 contracts, obtain the supporting invoice, agree the invoice to the contract terms, and observe that the invoice and related payment agreed to the terms and conditions of the contract.

The invoices and related payments selected complied with the terms and conditions of the contract.

Payroll and Personnel

10. Obtain a listing of employees/elected officials employed during the fiscal period and management's representation that the listing is complete. Randomly select 5 employees/officials, obtain related paid salaries and personnel files, and agree paid salaries to authorized salaries/pay rates in the personnel files.

Obtained a listing of employees from management and management provided representation that the listing is complete.

11. Randomly select one pay period during the fiscal period. For the 5 employees/officials selected under #16 above, obtain attendance records and leave documentation for the pay period, and:

- a) Observe that all selected employees/officials documented their daily attendance and leave (e.g., vacation, sick, compensatory). (Note: Generally, an elected official is not eligible to earn leave and does not document his/her attendance and leave. However, if the elected official is earning leave according to policy and/or contract, the official should document his/her daily attendance and leave.)

Observed that all selected employees documented their daily attendance and leave.

- b) Observe that supervisors approved the attendance and leave of the selected employees/officials.

Observed that supervisors approved the attendance and leave of the selected employees.

- c) Observe that any leave accrued or taken during the pay period is reflected in the entity's cumulative leave records.

Observed that any leave accrued or taken during the pay period was reflected in the entity's cumulative leave records.

12. Obtain a listing of those employees/officials that received termination payments during the fiscal period and management's representation that the list is complete. Randomly select two employees/officials, obtain related documentation of the hours and pay rates used in management's termination payment calculations, agree the hours to the employee/officials' cumulative leave records, and agree the pay rates to the employee/officials' authorized pay rates in the employee/officials' personnel files.

There were no termination payments made during the fiscal year.

13. Obtain management's representation that employer and employee portions of payroll taxes, retirement contributions, health insurance premiums, and workers' compensation premiums have been paid, and associated forms have been filed, by required deadlines.

Obtained management's representation that employer and employee portions of payroll taxes, retirement contributions, health insurance premiums, and workers' compensation premiums have been paid, and associated forms have been filed, by required deadlines.

Ethics (excluding nonprofits)

14. Using the 5 randomly selected employees/officials from procedure #16 under "Payroll and Personnel" above: obtain ethics documentation from management, and:

- a. Observe that the documentation demonstrates each employee/official completed one hour of ethics training during the fiscal period.

Observed that only three of the five employees selected completed one hour of ethics training during the fiscal period.

- b. Observe that the documentation demonstrates each employee/official attested through signature verification that he or she has read the entity's ethics policy during the fiscal period.

There was no documentation provided that two employees attested through signature verification that he or she has read the entity's ethics policy during the fiscal period.

Debt Service (excluding nonprofits)

No exceptions noted during the fiscal year ended December 31, 2018 AUP engagement, therefore this section is excluded from testing this fiscal year.

Other

15. Inquire of management whether the Entity had any misappropriations of public funds or assets. If so, obtain/review supporting documentation and report whether the Entity reported the misappropriation to the legislative auditor and the Entity attorney of the parish in which the Entity is domiciled:

Management has asserted that the entity did not have any misappropriations of public funds or assets during the reporting period.

16. Observe and report whether the Entity has posted on its premises and website, the notice required by R.S. 24:523.1. This notice (available for download or print at www.la.gov/hotline) concerns the reporting of misappropriation, fraud, waste, or abuse of public funds:

Required notices are posted on the Entity's premises and website.

We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on those C/C areas identified in the SAUPs. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This purpose of this report is solely to describe the scope of testing performed on those C/C areas identified in the SAUPs, and the result of that testing, and not to provide an opinion on control or compliance. Accordingly, this report is not suitable for any other purpose. Under Louisiana Revised Statute 24:513, this report is distributed by the LLA as a public document.

Dannall, Sikes, & Frederick

A Corporation of Certified Public Accountants

Eunice, Louisiana

June 21, 2019